



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED COMMINGLING ORDER PC-427

Apache Corporation
2000 Post Oak Blvd.
Suite 100
Houston, Texas 77056-4400

Attention: Ms. Debra J. Anderson

LEASE: State "DA" Lease
DESCRIPTION: N/2 S/2 of Section 16, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico

The above-named company is hereby authorized to commingle Blinebry Oil & Gas (Oil - 6660), Blinebry Oil & Gas (Prorated Gas - 72480), Drinkard (Oil -19190) and Penrose Skelly-Grayburg (Oil - 50350) Pool production from the above mentioned lease and to determine production from each pool by monthly well tests.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored at a central tank battery located in the NW/4 SW/4 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 12th day of September, 2001.


LORI WROTENBERY,
Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs
State Land Office-Oil & Gas Division