



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-318-A

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

Attention: Ms. Frances M. Byers

The above named company is hereby authorized to commingle Northeast Lovington-Pennsylvanian Pool production from the following leases:

Lease: Homestake Royalty Lease
Description: SE/4 of Section 10, Township 16 South, Range 37 East, NMPM;

Lease: State "9" Lease
Description: N/2 of Section 9, Township 16 South, Range 37 East, NMPM;

Lease: Andrus "9" Lease
Description: SW/4 of Section 9, Township 16 South, Range 37 East, NMPM;

All in Lea County, New Mexico

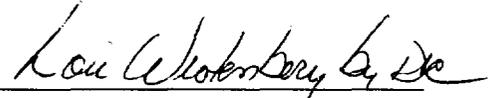
Production shall be allocated by separately metering the production from each lease prior to commingling.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to commingling.

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DONE at Santa Fe, New Mexico, on this 19th day of November, 2001.



LORI WROTENBERY,
Division Director

LW/DRC

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