State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. **Deputy Cabinet Secretary**



April 7, 2014

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-391 Administrative Application Reference No. pMAM1403559469

Jami Bailey Division Director

MEWBOURNE OIL CO Attn: Mr. Joe Bryand

Pursuant to your application received on February 4, 2014, MEWBOURNE OIL CO (OGRID 14744) is hereby authorized to surface commingle oil and gas production from the following pools located in Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico:

San Lorenzo; Bone Spring, North (53610)WC; Salt Draw; Wolfcamp, (G) (97721)

and from the following diversely owned wells located on fee leases in said township and range in Eddy County, New Mexico:

Salt Draw 2 CN Fee Well No. 1H API No. 30-015-41163 155 FNL & 2170 FWL San Lorenzo; Bone Spring, North

Salt Draw 2 CN Fee Well No. 2H API No. 30-015-41729 150 FNL & 1670 FWL WC; Salt Draw; Wolfcamp, (G).

The commingled oil and gas production shall be measured and sold at the Salt Draw 2 CN Fee Well No. 1H Central Tank Battery (CTB) located in Section 2, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.

Oil and gas production from the wells shall each be separately metered, before commingling with production from other wells. The meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C(2) NMAC.

1220 South St. Francis Drive - Santa Fe, New Mexico 87505 Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd The operator shall notify the transporter of this commingling authority.

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

DONE at Santa Fe, New Mexico, on April 7, 2014.

Jami Bailey

Division Director

JB/mam

cc: Oil Conservation Division District Office - Artesia