



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

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

Jami Bailey
Division Director
Oil Conservation Division



Administrative Order PLC-346

September 21, 2011

Apache Corporation
6120 S. Yale, Suite 1500
Tulsa, Oklahoma 74136

Attention: Ann Ritchie

Apache Corporation ("Apache") is hereby authorized to surface commingle **oil and gas production** from the following Pools located in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

North Eunice Blinebry-Tubb-Drinkard Pool (**22900**)
Hare-Simpson Pool (**29830**)

and from the following diversely owned wells located on Federal and Fee leases in Lea County, New Mexico:

Well Name & Number	API No.	Well Location	S-T-R
East Blinebry Drinkard Unit 113	30 025 39393	1275 FNL & 2500' FWL C	12-21S-37E
East Blinebry Drinkard Unit 74	30 025 39379	2630 FSL & 240 FWL L	12-21S-37E
East Blinebry Drinkard Unit 122	30 025 39848	225 FSL & 330 FWL M	1-21S-37E
East Blinebry Drinkard Unit 95	30 025 39676	165 FSL & 1380 FWL N	1-21S-37E
East Blinebry Drinkard Univ 112	30 025 39845	100 FSL & 2630 FWL N	12-21S-37E
East Blinebry Drinkard Univ 91	30 025 39706	2630 FSL & 2630 FWL K	12-21S-37E
East Blinebry Drinkard Univ 98	30 025 39645	990 FNL & 330 FWL D	12-21S-37E
East Blinebry Drinkard Unit 106	30 025 39391	50 FSL & 1650 FEL O	1-21S-37E



East Blinebry Drinkard Unit 29	30 025 06548	990 FNL & 1650 FWL C	12-21S-37E
East Blinebry Drinkard Unit 77	30 025 39273	1470 FSL & 2560 FEL J	12-21S-37E
East Blinebry Drinkard Unit 35	30 025 06645	660 FNL & 2310 FEL B	12-21S-37E
East Blinebry Drinkard Unit 33	30 025 06543	1980 FNL & 1980 FWL F	12-21S-37E
East Blinebry Drinkard Unit 28	30 025 06538	330 FNL & 660 FWL D	12-21S-37E
Lockard B-12 Well #5	30 025 06540	1650 FNL & 941 FWL E	12-21S-37E

The commingled production shall be measured and sold at the East Blinebry Drinkard Unit Satellite Tank Battery No. 2 located on Federal Lease No. LC-032096B within the SE/4NW/4 of Section 12, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Oil and gas production from the wells is approved for off lease measurement and sales.

Oil and gas production from the wells shall be allocated on the basis of monthly periodic well tests, while total production from all the wells commingled at the East Blinebry Drinkard Unit Satellite Tank Battery No. 2 shall be metered prior to being sold. This meter shall be calibrated semi-annually.

The producer/operator shall notify the transporter of this commingling authority.

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

This approval is subject to like approval by the Bureau of Land Management (BLM) before commencing the commingling operations

DONE at Santa Fe, New Mexico, on September 21, 2011.



Jami Bailey
Division Director

JB/re

cc: Oil Conservation Division District Office – Hobbs
Bureau of Land Management (BLM) - Roswell