State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John H. Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



Surface Commingling Order CTB-643

May 18, 2012

Apache Corporation 303 Veterans Airpark Lane, Suite 3000 Midland, Texas 79705-9909

Attention: Reesa Holland:

Apache Corporation ("Apache") is hereby authorized to surface commingle oil and gas production from Wildcat; Abo Oil Pool (**97954**) from the following State Leases and wells.

Wells:

Uno State Well No. 2H (**API No. 30-025-39830**) Surface Location: 330 feet FNL & 330 feet FWL, Unit D, Section 23, T-14-S, R-34-E Bottom-Hole Location: 1680' FNL, 330' FEL Unit H, Section 23, T-14-S, R-34-E

High Plains State Com Well No. 1H (**API No. 30-025-40334**) Surface Location: 1700' FSL &330' FWL, Unit L, Section 23, T-14-S, R-34-E Bottom-Hole Location: 1700' FSL &330' FEL, Unit I, Section 23, T-14-S, R-34-E

All in NMPM, Lea County, New Mexico.

Commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB) located in Section 23, Township 14 South, Range 34 East, NMPM, Lea County, New Mexico.

Oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. Th allocation meters shall be calibrated monthly.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. 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 implementation of commingling operations

This approval is subject to like approval from the State Land Office (SLO) before commencing the commingling operations.

DONE at Santa Fe, New Mexico, on May 18 2012.

Jami Bailey Division Director

JB/re

cc: Oil Conservation Division – Hobbs State Land Office (SLO) – Oil, Gas, and Minerals Division, Santa Fe