

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John Bemis
Cabinet Secretary

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

Jami Bailey
Division Director
Oil Conservation Division



Administrative Order CTB-661

November 21, 2012

Alamo Permian Resources II, LLC
415 W. Wall Street, Suite 500
Midland, Texas 79701

Attention: Carie Stoker:

Alamo Permian Resources II, LLC ("Alamo Permian"), is hereby authorized to surface commingle oil production from AID; Yates-Seven Rivers Pool (**950**), and from the following State Leases and wells.

Sinclair A State Well No. 1 (**API 30-015-03005**), Section 19, T-17-S, R-29-E.

Humble State Well No. 3 (**API No. 30-015-03007**), Section 19, T-17-S, R-29-E.

Humble State Well No. 4 (**API No. 30-015-03008**), Section 19, T-17-S, R-29-E

All in NMPM, Eddy County, New Mexico

The commingled oil production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB), located in the NE/4SW/4 of Section 19 Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico.

The oil production from each well shall be measured by monthly periodic well tests. Production shall be allocated back to each well using the Allocation Procedures provided by the applicant and made part of this order.

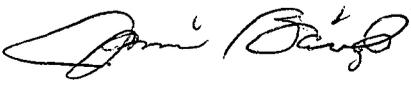
NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

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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 November 21, 2012.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with a large initial "J" and "B".

Jami Bailey
Division Director

JB/re

cc: Oil Conservation Division – Artesia
State Land Office – Oil, Gas, and Minerals Division