## 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 DHC-4611 Order Date: April 11, 2013 Application Reference Number: pPRG1308158453

Apache Corporation 303 Veterans Airpark Lane, Ste 3000 Midland, TX 79705

Attention: Ressa Holland

|        | V Laughlin Well No.11<br>API No: 30-025-40148<br>Unit B, Section 9, Township 20 Sou<br>Lea County, New Mexico | th, Rar | nge 37 East, NMPM |
|--------|---|---------|-------------------|
| Pool   | WEIR; BLINEBRY  | Oil     | 63780             |
| Names: | MONUMENT; TUBB  | Oil     | 47090             |
|        | SKAGGS; DRINKARD  | Oil     | 57000             |
|        | MONUMENT; ABO, SOUTHEAST  | Oil     | 96764             |

Reference is made to your recent application for an exception to 19.15.12.9A NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of 19.15.12.11A NMAC, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance. This order replaces the approved application by District I (known as DHC-HOB-511) for the pre-approved pools listed in 19.15.12.11E NMAC and included in this order.

In accordance with 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

As per the production information provided in application, assignment of allowable and allocation of production from the well shall be as follows:

| WEIR; BLINEBRY POOL          | Pct Gas: 19 | Pct Oil: 49 |
|------------------------------|-------------|-------------|
| MONUMENT; TUBB POOL          | Pct Gas: 31 | Pct Oil: 23 |
| SKAGGS; DRINKARD POOL        | Pct Gas: 29 | Pct Oil: 17 |
| MONUMENT; SOUTHEAST ABO POOL | Pct Gas: 21 | Pct Oil: 11 |

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REMARKS: The operator shall notify the Division's District I office upon implementation of commingling operations.

Pursuant to 19.15.12.11B NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

JAMI BAILEY

Director

JB/pg

cc: Oil Conservation Division – Hobbs