Susana Martinez Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



July 15, 2015

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Administrative Order SD-90-01-A Administrative Application Reference No. pMAM1517558434

Apache Corporation OGRID 873 Attn: Mr. Brian Wood

Subject Wells

Barber Gas Com. Well No. 5 API No. 30-025-41268 820` FNL & 415`FWL; Unit letter D, Section 8, T20S, R37E, NMPM Lea County, New Mexico

Barber Gas Com. Well No. 3 API No. 30-025-05981 1650` FNL & 330`FEL; Unit letter H, Section 7, T20S, R37E, NMPM Lea County, New Mexico

Barber Gas Com. Well No. 1 API No. 30-025-06022 1650` FNL & 990`FWL; Unit letter E, Section 8, T20S, R37E, NMPM Lea County, New Mexico

Subject UnitW/2 W/2 of Section 8, and E/2 E/2 of Section 7320 acres

POOL

Eumont; Yates-7 Rvrs-Queen (Gas) 76480

Dear Mr. Wood:

Reference is made to your application received on June 24, 2015.

You have requested to simultaneously dedicate the W/2 W/2 of Section 8, and E/2 E/2 of Section 7 Township 20 South, Range 37 East in Lea County, New Mexico, Eumont; Yates-7 Rvrs-Queen (Gas) pool code 76480 to the above-described three wells. Division Order R-8170-P, issued on December 14, 2001 allows for only 2 wells per a standard 320-acre spacing unit for the referenced pool. This spacing Unit was created by Division Order R-637, issued on May 18, 1955.

Your application has been duly filed under the provisions of Division Rules 19.15.15.11C NMAC and 19.15.4.12 A (2) NMAC.

It is our understanding Apache has proposed the simultaneous dedication of this unit to the three wells in order to recover additional reserves.

It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Division Order R-8170-P, Rule 4(B) to all operators, lessees or unleased mineral interest owners of any units adjacent to the gas spacing unit in which the well is located.

Pursuant to the authority granted by Rule 19.15.15.11C NMAC, the above-described simultaneous dedication is hereby approved.

This application is done in conjunction with Administrative Order NSL-7322, issued on July 15, 2015.

This Administrative Order supersedes Administrative Order SD-90-01, issued On November 13, 1990.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Done at Santa Fe, New Mexico, on July 15, 2015.

DAVID R. CATANACH Director

DRC/mam

cc: New Mexico Oil Conservation Division – Hobbs Bureau of Land Management - Carlsbad Well File 30-025-41268, 30-025-41268, and 30-025-05981