

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



April 3, 2019

OFF-LEASE MEASUREMENT

Administrative Order OLM-165

ConocoPhillips Company
Attention: Susan Maunder

ConocoPhillips Company (OGRID 217817) ("Applicant") is hereby authorized to transport and measure oil and gas production off-lease, from the following wells which produce from the Yeso formation, Maljamar; Yeso, West Pool (Pool Code 44500) in Lea County, New Mexico:

The 16 Peridot 8 Federal wells as listed in detail on Applicant's Attachment "A"

It is understood these wells are or will be located on a proposed BLM Communitized Agreement Area containing several BLM leases at differing royalty rates; however, the battery and sales points are to be located outside this Area.

The oil and gas production from these wells will be measured at, and sold from, a central tank battery location in the NWNE of Section 8, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

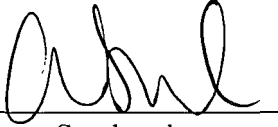
All meters for the above-referenced well shall be physically separated from facilities for other wells, so that production from the above-referenced wells will not be commingled prior to measurement with production from any other well.

This permit does not authorize the surface commingling of this oil and gas production with oil and gas production from other pools or leases.

It is also understood that you have given due notice of this application to all working interest owners who are "affected persons," as defined in Division Rule 19.15.23.9 (A) NMAC.

Applicant has included in its application and notice the intention to add additional future wells located in Sections 5 or 6 of this Township. If those wells are added, the operator shall notify the Division by Sundry Notice of each well (with API number) being added to this permitted Off Lease Measurement.

The approval is subject to like approval by the Bureau of Land Management. The operator shall notify the Hobbs District Office of the Division before commencement of Off-Lease Measurement.

A handwritten signature in black ink, appearing to read 'AS', is written over a horizontal line.

Adrienne Sandoval
Director

AS/wvjj

cc: Oil Conservation Division – Hobbs District Office
Bureau of Land Management – Carlsbad Field Office