New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jim Noel Cabinet Secretary

Karen W. Garcia Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Surface Commingling Order CTB-623

November 08, 2010

ConocoPhillips Company 3300 N. "A" Street, Building 6 Midland, Texas 79705

Attention: Jalyn Fiske

ConocoPhillips Company is hereby authorized to surface commingle oil and gas production from Maljamar; Yeso, West Pool (44500) from the following leases and wells.

Lease: State Lease: Tourmaline

Wells: Tourmaline State Well No.1 (API No. 30-025-39820), 380' FSL, 1650' FEL Unit O,

Sect. 16, T-17-S, R-232-E

Tourmaline State Well No. 2 (API No. 30-025-39821), 990' FSL, 2310' FEL Unit O

Sect. 16, T-17-S, R-32-E

Lease: State Lease: Aquamarine

Well: Aquamarine State Well No. 1 (API No. 30-025-39849), 343' FSL, 432' FEL, Unit P,

Sect. 16, T-17-S, R-32-E.

Aquamarine State Well No. 2 (API No. 30-025-39850), 990' FSL, 740' FEL Unit P

Sect. 16, T-17-S, R-32-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 Unit O of Section 16, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

Oil and gas production shall be measured continuously with allocation meters before commingling with production from other wells. The oil and gas 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.

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

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

DONE at Santa Fe, New Mexico, on November 08, 2010.

MARK E. FESMIRE, P.E.,

Division Director

MEF/re

cc: Oil Conservation Division – Hobbs

State Land Office - Oil, Gas, and Minerals Division, Santa Fe