

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division AMENDED COMMINGLING ORDER PC-55

Apache Corporation 2000 Post Oak Blvd. Suite 100 Houston, Texas 77056-4400

Attention: Ms. Debra J. Anderson

LEASE:State "C" Tract 12 LeaseDESCRIPTION:NW/4 of Section 16, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico

The above-named company is hereby authorized to commingle Blinebry Oil & Gas (Oil – 6660), Blinebry Oil & Gas (Prorated Gas – 72480), Drinkard (Oil –19190), Penrose Skelly-Grayburg (Oil – 50350), Tubb Oil & Gas (Oil – 60240) and Tubb Oil & Gas (Prorated Gas – 86440) Pool production from the above mentioned lease and to determine production from each pool by monthly well tests.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored at a central tank battery located in the SE/4 NW/4 of Section 16, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 12th day of September, 2001.

LORI WROTENBERY, Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs State Land Office-Oil & Gas Division