

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



July 18, 2014

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-401
Administrative Application Reference No. pMAM1405860129

ConocoPhillips Company
Attn: Ms. Rhonda Rogers

Pursuant to your application received on June 16, 2014, ConocoPhillips Company (OGRID 303541) is hereby authorized to surface commingle oil and gas production from the following pools located in Section 36, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico;

Cass; Strawn, South	(10460)
Hardy; Blinebry	(29710)
Hardy; Tubb-Drinkard, North	(96356)
Skaggs; Abo, South	(56650)
Hardy; Strawn, North	(96893)

and from the following diversely owned wells. These wells are identified in Attachment A, and made part of this order. These wells are located on federal and state leases in said Township and Range in Lea County, New Mexico.

The commingled oil and gas production shall be measured and sold at the Hardy 36 State No. 1 Battery Central Tank Battery (CTB) located in Unit K, Section 36, Township 20 South, Range 37 East, Lea County, New Mexico. Except for gas production from the Hardy 36 State No. 18, Hardy 36 State No. 26, Hardy 36 State No. 27, and Hardy 36 State No. 30, which are routed to a low pressure separator at the battery, Hardy 36 State No. 28 is metered for oil and gas separately.

Oil production from the wells shall be measured and allocated back to each well using periodic monthly well tests.

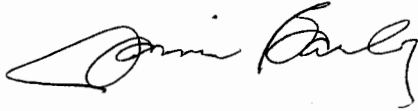
The operator shall notify the transporter of this commingling authority.

The operator shall notify the Hobbs district office of the Division upon commencement of commingling operations.

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This approval is subject to like approval from the United States Bureau of Land Management (BLM) and the New Mexico State Land Office (NMSLO) before commencement of the commingling operations.

DONE at Santa Fe, New Mexico, on July 18, 2014.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with a large initial "J" and "B".

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation Division District Office – Hobbs
New Mexico State Land Office – Oil, Gas, and Minerals
Bureau of Land Management - Carlsbad

							Last Recorded Production			Last Well Test				Predicted Production		
API Well #	Well Name and #	Location	Pool	Pool Code	Oil Gravity @60 deg.	Dry BTU/Cu.Ft.	Oil BOPD	Water BWPD	Gas MCFD	Oil BOPD	Water BWPD	Gas MCFD	Date	Oil BOPD	Water BWPD	Gas MCFD
30-025-32128✓	Hardy 36 State #1	T20S-R37E, Sec. 36, NESW	Skaggs; Abo, South	56650	39	N/A								17	44	70
30-025-32473✓	Hardy 36 State #2	T20S-R37E, Sec. 36, NESW	Hardy; Tubb Drinkard, North	96356	38	1188	2	2	73	2	2	79	10/29/2013			
30-025-32513✓	Hardy 36 State #4	T20S-R37E, Sec. 36, NWSE	Hardy; Tubb Drinkard, North	96356	38	1188	2	1	12	2	1	13	8/28/2013			
30-025-33924✓	Hardy 36 State #15	T20S-R37E, Sec. 36, SESW	Cass; Strawn, South	10460	39	1326	10	0	29	10	0	31	9/14/2013			
30-025-33027✓	Hardy 36 State #18	T20S-R37E, Sec. 36, NENE	Hardy; Tubb Drinkard, North	96356	38	1188	3.5	1	11	3	1	12	10/2/2013			
30-025-33202✓	Hardy 36 State #19	T20S-R37E, Sec. 36, SENE	Hardy; Blinebry	29710	38	1304	3	51	2	3	51	2	9/6/2013			
30-025-33028✓	Hardy 36 State #21	T20S-R37E, Sec. 36, NWSW	Cass; Strawn, South	10460	39	1326	11	2	15	11	2	16	9/21/2013			
30-025-34102✓	Hardy 36 State #25	T20S-R37E, Sec. 36, NWSW	Hardy; Tubb Drinkard, North	96356	38	1188	0.5	1	29	0.5	0.8	32	10/23/2013			
30-025-34311✓	Hardy 36 State #26	T20S-R37E, Sec. 36, NWNE	Hardy; Strawn, North	96893	39	1598	10	1	7	11	2	9	2/19/2013			
30-025-34794✓	Hardy 36 State #27	T20S-R37E, Sec. 36, NWSE	Hardy; Strawn, North	96893	39	1598	9	0	26	9	0	28	8/17/2013			
30-025-36624	Hardy 36 State #28	T20S-R37E, Sec. 36, SENE	Hardy; Strawn, North	96893	39	1598	0.6	0	0	1	0	0	8/21/2013			
30-025-35155✓	Hardy 36 State #30	T20S-R37E, Sec. 36, NWNE	Hardy; Tubb Drinkard, North	96356	38	1188	6	5	17	6	5	18	9/12/2013			
30-025-35485✓	Hardy 36 State #31	T20S-R37E, Sec. 36, SENW	Hardy; Tubb Drinkard, North	96356	38	1188	0.1	2	0	0.7	27	2	4/18/2013			