

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

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COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

January 23, 2015

Vanguard Permian, LLC 5847 San Felipe, Suite 3000 Houston, TX 77057

Attn:

Mr. Randall Hicks

Re:

Downhole Commingling Application

Cole State Well No. 10 API 30-025-22163

© Cole State Well No. 12 API 30-025-22486

-Cole State Well No. 14 API 30-025-23828

Cole State Well No. 17 API 30-025-37399

Cole State Well No. 18 API 30-025-37827

Cole State Well No. 19 API 30-025-40000

Eumont; Yates, SevenRivers, Queen Pool (22800), Eunice; San Andres, Southwest Pool (24180) & Penrose

Skelly:Grayburg Pool (50350) Lea County, New Mexico

Dear Mr. Hicks:

Thank you for your application to downhole commingle Eumont; Yates, 7R, Queen Pool (22800), Eunice; San Andres, Southwest Pool (24180) & Penrose Skelly: Grayburg Pool (50350) from the referenced well in Lea County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

Thank you for your filing fee in the amount of \$60.00. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

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COMMISSIONER OF PUBLIC LANDS

BY:

Terry Warnell, Director

Oil, Gas and Minerals Division

RP/TW/sk Enclosure

xc: Reader File OCD-Daniel Sanchez