State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



February 12, 2016

Surface Commingling Order PLC-444 Administrative Application Reference No. pMAM1602259510

MACK ENERGY CORPORATION Attention: Mr. Jerry Sherrell

Pursuant to your application received on January 22, 2016, Mack Energy Corporation (OGRID 13873) is hereby authorized to surface commingle oil and gas production from the following pools located in Section 23, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico;

CASS DRAW; BONE SPRING	(10380)
WC-015 G-06 S232704H; UPPER WOLFCAMP	(98125)

and from the following diversely owned leases in said Section, Township, and Range in Eddy County, New Mexico.

Lease:	Promise Land Fee lease
Description:	SW/4 NW/4 of Section 23
Well:	Promise Land Fee Well No. 1
Pool:	Cass Draw; Bone Spring and WC-015 G-06 S232704H; Upper Wolfcamp

Lease:	Ice Fee lease
Description:	NW/4 NW/4 of Section 23
Well:	Ice Fee Well No. 1
Pool:	Cass Draw; Bone Spring

Commingled oil and gas production from the wells shall be measured and sold at the Promise Land Fee tank battery, located in Unit E of Section 23, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico.

The oil and gas production from each of the wells in the leases shall be measured with a combination of metering and well testing.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C(2) NMAC.

Administrative Order PLC-444 Mack Energy Corporation February 12, 2016 Page 2 of 2

After initial notification, future wells that will produce from the pools and leases approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

The producer/Operator shall notify the transporter of this commingling authority and the Artesia District Office prior to implementation of commingling operations.

Done at Santa Fe, New Mexico, on February 12, 2016.

DAVID R. CATANACH Director

DRC/mam

cc: Oil Conservation Division District Office – Artesia