

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

COMMINGLING ORDER PLC-200

Apache Corporation 2000 Post Oak Boulevard Houston, Texas 77056

Attention: Ms. Frances M. Byers:

Apache Corporation is hereby authorized to surface commingle production from the following three (3) wells within the following two (2) pools:

Lovington - Drinkard (Oil - 40490) State Sec 1 LA No. 012 API:30-025-03820 NE/4 SW/4 Section 1, Township 17 South, Range 36 East NMPM

Lovington – Abo Pool (Oil - 40470) State "O" No. 009 API:30-025-05365 SW/4 SW/4 Section 31, Township 16 South, Range 37 East NMPM

Lovington – Abo Pool (Oil - 40470) State "O" No. 010 API:30-025-05366 NW/4 SW/4 Section 31, Township 16 South, Range 37 East NMPM

Apache Corporation is 100% working interest owner and operates these wells - all located in Lea County. Mineral interests are owned by the State of New Mexico and lease royalty burdens are identical on each lease.

Each of these three (3) wells will be tested on a regular basis and production split back based on these tests. All production will be commingled into the existing tank battery located on the State LA lease.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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.

FURTHER: The operator shall notify the supervisor of the Hobbs district office prior to implementation of the commingling process.

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DONE at Santa Fe, New Mexico, on this 1st day of April 2002.

Lori H rolenberg

LORI WROTENBERY, Division Director

LW/WVJ

cc: Oil Conservation Division - Hobbs State Land Office – Mineral Resources Division