



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

COMMINGLING ORDER PC-1035

Concho Resources, Inc.
Suite 410
110 W. Louisiana
Midland, Texas 79701

Attention: Ms. Terri Stathem

LEASE: Filaree "24" Federal Lease (Lease No. NM-88104)
DESCRIPTION: E/2 of Section 24, Township 22 South, Range 25 East,
NMPM, Eddy County, New Mexico.

The above-named company is hereby authorized to commingle Happy Valley-Morrow Gas Pool (Gas – 78060) and Southeast Revelation-Strawn Gas Pool (Gas – 96924) gas production from the above mentioned lease, and to determine the gas production from each pool by separately metering the gas production from each well prior to commingling.

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 gas production shall be delivered to a gas sales meter located in Unit H of Section 24, Township 22 South, Range 25 East, NMPM, Eddy County, New Mexico.

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

DONE at Santa Fe, New Mexico, on this 7th day of May, 2001.

LORI WROTENBERY,
Division Director

Administrative Order PC-1035
Concho Resources, Inc.
May 7, 2001
Page 2

LW/DRC

cc: Oil Conservation Division- Artesia
Bureau of Land Management-Carlsbad