

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88201
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

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State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Exxon Mobil Corporation

OPERATOR ADDRESS: P O Box 4358: CORP; MI-203, Houston, TX 77210

APPLICATION TYPE:

☐ Pool Commingling ☒ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☒ Fee ☐ State ☐ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☐ Yes ☒ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code. Oil Center Blinberry

(2) Is all production from same source of supply? ☒ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No

(4) Measurement type: ☐ Metering ☒ Other (Specify) Utilize one meter for both wells allocating production with periodic well tests.

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE: Regulatory Specialist

DATE: 07/01/2010

TYPE OR PRINT NAME Roy Springfield

TELEPHONE NO: 281-654-1932

E-MAIL ADDRESS: roy.l.springfield@exxonmobil.com

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



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ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
 [A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD
- Check One Only for [B] or [C]
 [B] Commingling - Storage - Measurement
☐ DHC ☒ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- [D] Other: Specify _____
- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply
 [A] ☒ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached
- [3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

<u>Laurie B. Kilbride</u>	<u><i>Laurie B. Kilbride</i></u>	<u>Permits Supervisor</u>	<u>6/30/10</u>
Print or Type Name	Signature	Title	Date
		<u>roy.l.springfield@exxonmobil.com</u>	
		e-mail Address	

Attachment to Form C-107-B

Lease Names:

A. J. Adkins

John D. Knox

Lease and Well Numbers:

A. J. Adkins 8, API No. 30-025-20700

John D Knox 10, API No. 30-025-20331

GAS

FUEL GAS

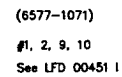
HEATER TREATER # _____

H₂O Cut (%) _____

Firing Temp. (° F) _____

Inlet Fluid Temp. ($^{\circ}$ F) _____

Run Time (Mo./Yr.) _____

Insulated ($i=Y, 0=N$) _____

NEW MEXICO

NOTES:

CAPS 6577/1071

24	RCM	CIFO UPDATE	3/09	CFF	PREPARED BY: D.A.C./2-3-87	EXXON	A.J. ADKINS						
25	RCM	2009 ANNUAL REVIEW OIL TRUCKED BY PLAINS	11/09	RA			ENGR. SPM	EXXON COMPANY USA PRODUCTION DEPARTMENT SOUTHWESTERN DIVISION	SEC. 10, T21S, R36E				
22	MNO	2007 ANNUAL REVIEW NO CHANGES	10/07	DES					ENGR. 11/1/90	EUNICE FLD.			
23	RCM	2008 ANNUAL REVIEW PURCHASER UPDATE	11/08	SP						LEA CO., N.M.			
					AFE CONTROL	SCALE	REV.	SIZE	DIV.	FIELD	LEASE	DWG	
NO.	BY	REVISION	DATE	APP.		NONE	25	A	AC	3325	00450	--	

Next (Next)
\\USE-LIBRARY\DRAWING\DRAWINGS\ACCOUNTING LEASE FLOW DIAGRAMS LFD'S (400)\A C (N M)\AC00450.DWG

Surface Commingling Application
AJ Adkins 8 & John D Knox 10
Working and Royalty Owners List
& Attestment Statement

BARBARA J MOSS
230 HILLVIEW DR
SAN ANTONIO, TX. 78209

LAWRENCE A. BECK
P O BOX 6749
SAN ANTONIO, TX. 78209-0749

PHILLIP E. CARR
155 HUMBOLT ST
DENVER, CO. 80218

CHASE MANHATTAN BANK
HUBERT E. CLIFT
ACCT # 1914201
P O BOX 99084
FT. WORTH, TX. 76199-0084

J P MORGAN CHASE BANK N.A.
JEANEETE E. CLIFT GEORGE TRUST
P O BOX 99084
FT. WORTH, TX. 76199-0084

EDWARD G. BOONE
183 HIVER CIRCLE STREET
KYLE, TX. 78640-5501

HENRY COHEN TRUST
777 MAIN STR; Ste 1300
Ft. WORTH, TX. 76102

A. L. CONE PARTNERSHIP
P O BOX 3457
LUBBOCK, TX. 79452-3457

OCCIDENTAL PERMIAN LTD
P O BOX 100725
ATLANTA, GA 30384-0725

JANET M. EVERS
3209 BRIDLE PATH
AUSTIN, TX 78703

JAMES A. GIBBS
ONE ENERGY SQUARE
4925 GREENVILLE AVE; STE 1220
DALLAS, TX 75206

RONNY GRENLEY
P O BOX 933
CAREFREE, AZ 85377

Surface Commingling Application
AJ Adkins 8 & John D Knox 10
Working and Royalty Owners List
& Attestment Statement

AARON L GRENLEY
P O BOX 933
CAREFREE, AZ 85377-0933

SUSAN M HUGHES
P O BOX 2869
TRINITY, TX 75862-2869

HERBERT MADELEY
P O BOX 1491
TRINITY, TX 75862

SHELLY MADLEY
P O BOX 1924
TRINITY, TX 75862-1924

MALCO ROYALTIES LTD
P O BOX 6738
SAN ANTONIO, TX 78209

NATIONS BANK OF TEXAS NA
PETRUST CORP OF AMERICA
P O BOX 840738
DALLAS, TX 75284-0738

CHURCH FOUNDATION OF THE DIOCESE OF OKLAHOMA
THE PROTESTANT EPISCOPAL
924 N. ROBBINSON AVE
OKLAHOMA CITY, OK 73102-5814

SABINE ROYALTY TRUST
P O BOX 840887
DALLAS, TX 75284-0887

ELLEN SCHWETHELM
P O BOX 6716
SAN ANTONIO, TX 78209-6716

ARLENE SCHREIBER
14111 KENSON LN
CYPRESS, TX 77429-5317

JOAN UDEL
2909 FALSTAFF RD; #18
BALTIMORE, MD 21209

B P AMERICA PRODUCTION COMPANY
P O BOX 848103
DALLAS, TX 75284-6103

Surface Commingling Application
AJ Adkins 8 & John D Knox 10
Working and Royalty Owners List
& Attestment Statement

MARION MASSENGILL
110 S BROOK RD
EAST LONGMEADOW, MA 01028

STEPHEN UDELSON TRUST
110 S BROOK RD
EAST LONGMEADOW, MA 01028

FRANK UDELSON TRUST
STEPHEN UDELSON TRUST
110 S BROOK RD
EAST LONGMEADOW, MA 01028

CHAPARRAL ROYALTY CO.
P O BOX 66687
HOUSTON, TX 77266-6687

ARCHBISHOP OF NEW YORK
P O BOX 470425
FT. WORTH, TX 76147-0425

COLONIAL ROYALTIES LTD
P O BOX 3460
BROKEN ARROW, OK 74013-3460

EVERETT COON, JR.
3536 RANKIN ST
DALLAS, TX 75205

BLACK STONE MINERALS CO.
P O BOX 201709
HOUSTON, TX 77216-1709

MARJORIE HUSZAGH
P O BOX 226270
DALLAS, TX 75222-6270

GEORGE R JONES
P O BOX 10253
MIDLAND, TX 79702

PATRICK KENNEDY
P O BOX 470425
FT WORTH, TX 76147-0425

LYETH OIL TRUST
P O BOX 2227
HOUSTON, TX 77252-2227

Surface Commingling Application
AJ Adkins 8 & John D Knox 10
Working and Royalty Owners List
& Attestment Statement

MARILYN M LAW TRUST
P O BOX 99084
MAIL CODE TX-1-1310
FT WORTH, TX 76199-0084

LELAND STANFORD JR UNIVERSITY
P O BOX 840738
DALLAS, TX 75284

DAVID MCNIGHT TRUST
5008 LAKE SHORE DR
WACO, TX 76710-1729

JIMMY D. MOREY TRUST
P O BOX 99084
MAIL CODE TX-1-1310
FT WORTH, TX 76199-0084

MONTGOMERY PETROLEUM INC
P O BOX 600490
DALLAS, TX 75360-0490

ELSYE SAUDERS PATTERSON TRUST
OIL & GAS DPT.
P O BOX 3480
OMAHA, NE 68103-0480

PENTAGON OIL COMPANY
P O BOX 399
KILGORE, TX 75663-0399

PURNELL MORROW COMPANY
1116 ONE ENERGY SQUARE
4925 GREENVILLE AVE
DALLAS, TX 75206

STEVENS FAMILY TRUST
P O BOX 470425
FT WORTH, TX 76147-0425

BMK FAMILY TRUST
P O BOX 225038
SAN FRANCISCO, CA 94122-5038

ST MARY'S UNIVERSITY
1 CAMINO SANTA MARIA ST
SAN ANTONIO, TX 78228-5433

FREIDA SCHACHNER ESTATE
5615 MARLBOROUGH RD
PITTSBURG, PA 15217

Surface Commingling Application
AJ Adkins 8 & John D Knox 10
Working and Royalty Owners List
& Attestment Statement

SNOW OPERATING CO INC
6300 MIDWAY RD
FT WORTH, TX 76117-5344

JUNE D SPEIGHT
P O BOX 1687
LOVINGTON, NM 88260

ONEZ NORMAN ROONEY TRUST
P O BOX 960031
OKLAHOMA CITY, OK 73196-0031

TRITEX PRODUCTION COMPANY
2882 SAND HILL RD: #117
MENLO PARK, CA 94025

THE TOLES COMPANY
P O BOX 1300
ROSWELL, NM 88202-1300

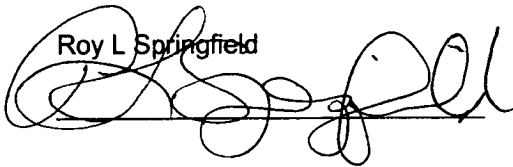
WILLIAM B WATSON AGENT INC
P O BOX 470425
FT WORTH, TX 76147-0425

GRAHAM FAMILY INVESTMENTS
P O BOX 1835
ROSWELL, NM 88202-1835

NAIL BAY ROYALTIE LLC AGENT
P O BOX 671099
DALLAS, TX 75367-1099

The above Royalty and Working Interest Owners were mailed this entire application package as outlined in 19.15.12.10 NMAC on this day of Thursday, July 1, 2010.

Roy L Springfield

A handwritten signature in black ink, appearing to read "Roy L Springfield", written over a horizontal line.

ExxonMobil Production Company
P.O. Box 4358
Houston, Texas 77210

July 1, 2010

ExxonMobil
Production

State of New Mexico
Energy Minerals and Natural Resources Dept.
Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

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Application For Surface Commingling (Diverse Ownership)
Lease/Well: A. J. Adkins 8
API: 30-025-20700
Lease/Well: John D. Knox 10
API: 30-025-20331
Pool: Oil Center Blinebry
Lea County, New Mexico

To Whom It May Concern:

Exxon Mobil Corporation requests administrative approval for the attached exception allowing diverse ownership surface commingling for the above two mentioned wells.

Should you require additional information, please contact me at 281-654-1932 or email at roy.l.springfield@exxonmobil.com.

Yours very truly,


Roy L. Springfield

attachments:
Form C-103
Form C-107-B
Administrative Application Checklist
Lease Names, Well Numbers & API Numbers
Plat with both leases & wells
Lease Flow Diagram of the Adkins Facility
Working and Interest Owners List with Attestment Statement

cc: District 1