

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-696
Administrative Application Reference No. pMAM1404159592

April 14, 2014

Yates Petroleum Corporation
Attention: Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil production from North Seven Rivers; Glorieta-Yeso (**97565**), and from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
Ross EG Federal Well No. 3	30-015-25903	660 FNL & 660 FWL	D-20-19S-25E
Ross EG Federal Well No. 8	30-015-26948	1980 FSL & 660 FWL	L-20-19S-25E

All in NMPM, Eddy County, New Mexico

The commingled oil production from the wells detailed above shall be measured and sold at the Ross EG Federal Well No. 3 central tank battery (CTB), located in Unit D, Section 20, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico.

The oil production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

This approval is subject to like approval from the Bureau of Land Management before commencing commingling operations.

April 14, 2014
Page 2

DONE at Santa Fe, New Mexico, on April 11, 2014

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey
Division Director

JB/mam

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