State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



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

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-746 Administrative Application Reference No. pMAM1502060262

March 27, 2015

Fasken Oil and Ranch Ltd. Attention: Ms. Kim Tyson

Fasken Oil and Ranch Ltd. (OGRID 151416) is hereby authorized to surface commingle oil and gas production from Lea; Bone Spring, South Pool (37580) from the following leases and wells:

Name_	API No.	Footages
ULSTR		-
Paloma 21 Federal Com. No. 1H	30-025-41993	200` FNL & 675` FWL
D-21-20S-34E		
Paloma 21 Federal Com. No. 2H	30-025-41994	200` FNL & 1650` FWL
C-21-20S-34E		
Paloma 21 Federal Com. No. 3H	30-025-41995	350` FNL & 2200` FEL
B-21-20S-34E		١
Paloma 21 Federal Com. No. 4H	30-025-41947	200` FNL & 185` FEL
A-21-20S-34E		

The project area for these wells include the entire Section 21, and N/2 Section 28, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Paloma 21 Federal Com. No. 3H central tank battery (CTB), located in Unit B, of Section 21, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico.

The oil and gas 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 Hobbs District office of the Division prior to implementation of the commingling operations.

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

Done at Santa Fe, New Mexico, on March 27, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division - Hobbs

Bureau of Land Management - Carlsbad