Susana Martinez Governor

Tony Delfin Acting Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-798 Administrative Application Reference No. pMAM1620758455

August 16, 2016

Nearburg Producing Company

Attention: Ms. Vicki Johnson

Nearburg Producing Company (OGRID 15742) is hereby authorized to surface commingle oil and gas production from Lea; Bone Spring, South Pool (Pool code: 37580) from the following diversely owned leases located in Section 25, Township 20 South, Range 34 East, Lea County, New Mexico:

Lease:	Federal Communitization Agreement NM134225
Description:	W/2 of Section 25, Township 20 South, Range 34 East, NMPM
Wells:	Lea South 25 Federal Com. Well No. 5H
	Lea South 25 Federal Com. Well No. 6H

Lease:	Federal Lease NMLC 066126
Description:	SE/4 SE/4 of Section 25, Township 20 South, Range 34, NMPM
Wells:	Lea South 25 Federal Com. Well No. 8

The combined project area for these wells include W/2 and the SE/4 SE/4 of Section 25, Township 20 South, Range 34, East, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold Lea South 25 Federal Com. Well No. 5H central tank battery (CTB), located in Unit M, of Section 25, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico.

The oil and gas production from each of the diversely-owned leases shall be measured with allocation meters.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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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.

Done at Santa Fe, New Mexico, on August 16, 2016.

DAVID R. CATANACH Director

DRC/mam

cc: Oil Conservation Division – Hobbs Bureau of Land management – Carlsbad