

State of New Mexico Commissioner of Public Lands

February 7, 2016

Aubrey Dunn

COMMISSIONER

Yates Petroleum Corp. 105 South 4th St. Artesia, NM 88210

Attention: Ms. Miriam Morales

310 OLD SANTA FE TRAIL. P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

Order 672

Re: Surface Commingle Belfast BSL State Com Central Tank Battery Sec 06-21S-34E Boston BSN State Com #1 H API#30-025-40573 Belfast BSL State Com #1Y API 30-025-41121 Berry Bone Spring, North Pool (5535) Lea County, New Mexico

Dear Ms. Morales:

We are in receipt of your application requesting to surface commingle the above captioned wells into a central tank battery at Belfast BSL State Com Central Tank Battery Sec 06-21S-34E.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the NMOCD's approval to this office.

Our approval does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Please submit a \$30.00 dollar filing fee. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Respectfully,

AUBREY DUNN COMMISSIONER OF PUBLIC LANDS

AD/sk

cc: Reader File OCD-Mr. Daniel Sanchez

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