

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

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

Jami Bailey, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-686
Administrative Application Reference No. pPRG1326655859

November 14, 2013

Mack Energy Corporation
Attn: Mr. Jerry W. Sherrell

Mack Energy Corporation (OGRID 13837) is hereby authorized to surface commingle oil and gas production from the Cass Draw; Bone Spring Pool (10380) from the following wells located in Section 4, Township 23 South, Range 27 East, NMPM, in Eddy County, New Mexico:

Derrick Fee Well No. 1 (API 30-015-40817), Unit H.

Wind Fee Well No.1 (API 30-015-40922), Unit G.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB), located at the Derrick Fee Well No. 1 wellhead in Unit H, Section 4, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico.

Oil and gas production from each well shall be separately metered. Meters shall be calibrated in accordance with Rule 19.15.12.10.C(2)(b) NMAC.

This installation shall be constructed and operated in accordance with the applicable Division Rules. It is the responsibility of the operator 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.

Sincerely

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

Jami Bailey
Division Director

JB/db

November 14, 2013

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cc: Oil Conservation Division – Artesia