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-707 Administrative Application Reference No. pMAM1412129563

May 19, 2014

Yates Petroleum Corporation Attention: Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil and gas production from Atoka; Glorieta-Yeso (3250) from the following leases and wells:

Name	API No.	Footages	ULSTR
Sears BSR Well No.1H	30-015-41652	1650 FSL & 330 FWL	L-16-18S-26E
Sears BSR Well No.2H	30-015-41583	300 FNL & 220 FWL	D-21-18S-26E
Lola BUG Well No. No.1H	30-015-40604	2040 FSL & 230 FWL	L-21-18S-26E

All in NMPM, Eddy County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Sears BSR Well No. 2H central tank battery (CTB), located in Unit D Section 21, Township 18 South, Range 26 East, NMPM, Eddy 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 Artesia District office of the Division prior to implementation of the commingling operations.

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Done at Santa Fe, New Mexico, on May 19, 2014.

Jami Bailey

Division Director

JB/mam

cc: Oil Conservation Division - Artesia