

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Surface Commingling Order CTB-603

August 13, 2009

Strata Production Company
1301 North Sycamore Avenue
Roswell, New Mexico 88201

Attention: Jennifer Zapata

Strata Production Company is hereby authorized to surface commingle Diamondtail; Delaware Pool (17647) gas production from the following leases and wells.

Urraca Federal Well No. 2 (API No. 30-025-31625) Unit M, Section 11, T-23S, R-32E

Urraca Federal Well No. 3, (API No. 30-025-37687) Unit L, Section 11, T-23S, R-32E

Cuervo Federal Well No. 2 (API No. 30-025-31434) Unit C, Section 14, T-23S, R-32E

Cuervo Federal Well No. 3 (API No. 30-025-38680) Unit F, Section 14, T-23S, R-32E

All in NMPM, Lea County, New Mexico

Commingled gas production from the wells detailed above shall be measured and sold at the Central Tank Battery located in Unit N of Section 11 Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. Oil production from all the wells shall **NOT** be commingled.

Gas production from the wells shall be measured continuously with calibrated allocation meters installed in the wells prior to commingling with gas from other wells. The gas allocation meters shall be calibrated semi-annually.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of commingling operations.



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DONE at Santa Fe, New Mexico, on August 13, 2009.

A handwritten signature in black ink, appearing to read 'Mark E. Fesmire', written in a cursive style.

MARK E. FESMIRE, P.E.,
Division Director

MEF/re

cc: Oil Conservation Division – Hobbs
Bureau of Land Management (BLM) - Roswell