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 OFF-LEASE MEASUREMENT ORDER

Administrative Order OLM-78 Application Reference No. pAXK1319733744

August 13, 2013

Yates Petroleum Corporation Attention: Ms. Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to transport and measure oil and gas production off-lease, prior to sale, from the following well, producing from the North Seven Rivers; Glorieta-Yeso Pool (97565) in Eddy, New Mexico:

Ross EG Federal Well No. 14 (API No. 30-015-28501), Unit B, Section 21, T-19S, R-25E.

The oil and gas production from this well shall be measured at, and sold from, the Patriot AIZ Tank Battery located in Section 21, Township 19 South, Range 25 East, NMPM, in Eddy County, New Mexico. All tanks and meters for the above referenced well shall be physically separated from facilities for other wells, so that production from the above referenced well will not be commingled prior to measurement with production from any other well.

The surface commingling of oil or gas with production from other pools or leases is NOT authorized.

The operator shall notify the Artesia district office of the Division before commencement of Off-Lease Measurement.

The approval is subject to like approval by the United States Bureau of Land Management.

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Jami Bailey Division Director

JB/db

cc: Oil Conservation Division – Artesia United States Bureau of Land Management