

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-694
Administrative Application Reference No. pPRG1403846618

April 14, 2014

Murchison Oil and Gas Inc
Attention: Michael Daugherty

Murchison Oil and Gas Inc (OGRID 15363) is hereby authorized to surface commingle oil and gas production from Triple X; Bone Spring, West (**96674**), and from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
MOGI 9 State Com Well No. 2H	30-025-40976	200 FSL & 1980 FEL	O-9-24S-33E
MOGI 9 State Com Well No. 4H	30-025-41071	320 FSL & 960 FEL	P-9-24S-33E

All in NMPM, Lea County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the MOGI 9 State Com Well No. 2H central tank battery (CTB) located in Unit O, Section 9, Township 24 South, Range 33 East, NMPM, Lea 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 Hobbs District office of the Division prior to implementation of the commingling operations.

This approval is subject to like approval from the New Mexico State Land Office before commencing commingling operations.

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DONE at Santa Fe, New Mexico, on April 14, 2014

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation Division – Hobbs
New Mexico State Land Office- Oil, Gas and Minerals.