

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-714
Administrative Application Reference No. pEH1416456038

July 9, 2014

Yates Petroleum Corporation
Attention: Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil and gas production from Berry; Bone Spring, North (5535) from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>
<u>ULSTR</u>		
Berry APN State Well No.2H 13-5-21S-34E	30-025-40374	2957 FSL & 660 FWL
Berry APN State Well No.3H 15-5-21S-34E	30-025-40630	2500 FSL&1980 FEL
September Grass BSG State Com Well No. No.1H J-5-21S-34E	30-025-40576	2480 FSL&1955 FEL

All in NMPM, Lea County, New Mexico

The commingled oil production from the wells detailed above shall be measured and sold at the Berry APN State Well No. 2H central tank battery (CTB), located in Lot 13 Section 5, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico.

The oil 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.

The commingled gas production shall be measured and sold at the Berry APN State Well No. 2H central tank battery (CTB), located in Lot 13 Section 5, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico for the Berry APN State Well No.3H and September Grass BSG State Com Well No. No.1H wells. The Berry APN State Well No.2H shall be metered separately.

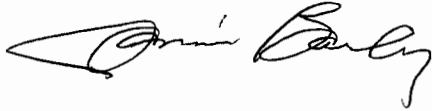
This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

July 9, 2014

Page 2

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on July 9, 2014.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" written in a larger, more prominent script than the last name "Bailey".

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation Division – Artesia
New Mexico State Land Office – Oil, Gas, and Minerals