

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**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-664-A  
Administrative Application Reference No. pMAM1419238960

July 31, 2014

**YATES PETROLEUM CORPORATION**  
Attention: Miriam Morales

Yates Petroleum Corporation requests an amendment to Division Order No. CTB-664 to add the Martha AIK-Federal No. 7H and Martha AIK-Federal No. 8H wells to the existing order. These wells are identified in Attachment A, and made part of this order. This request is approved, and Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil and gas production from Livingston Ridge; Delaware Pool (**39360**). These wells are located on federal leases in said Township and Range in Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB), located at the Martha AIK Federal Well No. 1 in Section 11 Township 22 South, Range 31 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; provided that production from the Martha AIK Federal Wells Nos. 1, 2 and 3, which have identical ownership, shall pass through a single separator, and be allocated back to individual wells based on well tests. 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.

This order supersedes Order No. CTB 664, issued December 20, 2012.

**This approval is subject to like approval from the Bureau of Land Management (BLM) before commencing the commingling operations.**

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DONE at Santa Fe, New Mexico, on July 31, 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 – Artesia  
Bureau of land Management – Carlsbad

# Attachment A

## Federal Lease #NM-65417

<u>Well name</u>	<u>Field/Pool</u>	<u>BOPD</u>	<u>Gravity</u>	<u>MCFPD</u>	<u>BTU</u>
✓ Martha AIK Federal #1 Sec. 11-T22S-R31E API #30-015-26549 Eddy County, NM	Livingston Ridge; Delaware	11	39	13	1404
✓ Martha AIK Federal #2 Sec. 11-T22S-R31E API #30-015-26650 Eddy County, NM	Livingston Ridge; Delaware	6	39	8	1426
Martha AIK Federal #3 Sec. 11-T22S-R31E ✓ API #30-015-26723 Eddy County, NM	Livingston Ridge; Delaware	9	39	12	1493
Martha AIK Federal #4 Sec. 11-T22S-R31E ✓ API #30-015-26724 Eddy County, NM	Livingston Ridge; Delaware	17	38	13	1470
Martha AIK Federal #5 Sec. 11-T22S-R31E ✓ API #30-015-26908 Eddy County, NM	Livingston Ridge; Delaware	5	36	11	1310
Martha AIK Federal #6 Sec. 11-T22S-R31E ✓ API #30-015-26960 Eddy County, NM	Livingston Ridge; Delaware	4	38	9	1346
new Martha AIK Federal #7H Sec. 11-T22S-R31E API #30-015-40051 Eddy County, NM	Livingston Ridge; Delaware	34	38.5	64	1316
new Martha AIK Federal #8H Sec. 11-T22S-R31E API #30-015-39733 Eddy County, NM	Livingston Ridge; Delaware	163	38.5	295	1343
Martha AIK Federal #9H ✓ Sec. 11-T22S-R31E API #30-015-37512 Eddy County, NM	Livingston Ridge; Delaware	71	38.9	155	1126
Martha AIK Federal #10H ✓ Sec. 11-T22S-R31E API #30-015-37509 Eddy County, NM	Livingston Ridge; Delaware	98	38.9	195	1381
Martha AIK Federal #11H ✓ Sec. 11-T22S-R31E API #30-015-37510 Eddy County, NM	Livingston Ridge; Delaware	157	38.9	138	1426
Martha AIK Federal #13H ✓ Sec. 11-T22S-R31E API #30-015-37511 Eddy County, NM	Livingston Ridge; Delaware	34	39	82	1317
Martha AIK Federal #14H Sec. 11-T22S-R31E API #30-015-37556 Eddy County, NM	Livingston Ridge; Delaware	36	38.9	32	1314