

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

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Cabinet Secretary

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Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-642-A
Administrative Application Reference No. pMAM1419239889

July 31, 2014

Yates Petroleum Corporation
Attention: Miriam Morales

Yates Petroleum Corporation, requests an amendment to the Division Order No. CTB-642 to surface commingle both oil and gas production. This requested amendment is approved, and Yates Petroleum Corporation (OGRID 22575) is hereby authorized to surface commingle oil and gas production from Cabin Lake; Delaware Pool (8435) from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
Llama ALL Federal Com Well No. 9H	30-015-37189	330 FSL&430 FWL	4-7-22S-31E
Llama ALL Federal Com Well No. 10H	30-015-37190	330 FSL&1980 FWL	N-7-22S-31E
Llama ALL Federal Well No. 1	30-015-28093	330 FSL&950 FWL	M-7-22S-31E
Llama ALL Federal Well No. 4	30-015-34297	330 FSL&1650 FWL	N-7-22S-31E
Llama ALL Federal Well No. 5	30-015-34298	330 FSL&1650 FEL	O-7-22S-31E

All in NMPM, Eddy County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Llama ALL Federal Well No. 1 Central Tank Battery (CTB), located in Unit M, Section 7, 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. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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

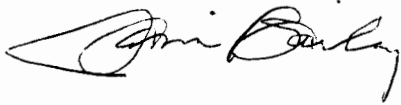
The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operation.

This order supersedes Order No. CTB-642, issued on April 16, 2012.

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

DONE at Santa Fe, New Mexico, on July 31, 2014

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is stylized with a large, sweeping initial "J" and a long, horizontal stroke extending to the right.

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad