

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-727
Administrative Application Reference No. pMAM14119559210

August 15, 2014

YATES PETROLEUM CORPORATION
Attention: Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil production from North Seven Rivers; Glorieta-Yeso Pool (97565) from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
Dagger ZW Well No. 2	30-015-26265	1980 FSL & 660 FEL	I-25-19S-25E
Savannah State Com Well No. 3H	30-015-41854	2260 FNL & 150 FEL	A-32-19S-25E

The commingled oil production from the wells detailed above shall be measured and sold at the NDDUP Well No. 127 central tank battery (CTB), located in Unit K, Section 30, Township 19 South, Range 25 East, NMPM, Eddy 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 semi-annually 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 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 August 15, 2014

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with a large initial "J" and a stylized "B".

Jami Bailey
Division Director

JB/mam

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