

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

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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-729
Administrative Application Reference No. pMAM1423756347

September 15, 2014

Yates Petroleum Corporation
Attention: Miriam Morales

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

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
Cutter APC Well No. 2H	30-015-41786	551 FSL& 95 FWL	M-21-19S-25E
Patriot AIZ Well No. 14H	30-015-41787	551 FSL& 65 FWL	M-21-19S-25E

All in NMPM, Eddy County, New Mexico

The commingled oil production from the wells detailed above shall be measured and sold at the NDDUP Well No. 89 central tank battery (CTB), located in Unit M, Section 21, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico.

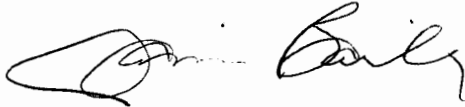
The oil production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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.

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Done at Santa Fe, New Mexico, on September 15, 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