## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



October 21, 2014

## ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-407 Administrative Application Reference No. pMAM1427333067

## YATES PETROLEUM CORPORATION

Attn: Ms. Miriam Morales

Pursuant to your application received on September 29, 2014, Yates Petroleum Corporation (OGRID 22575) is hereby authorized to surface commingle oil and gas production from the following pools located Township 20 South, Range 35 East, NMPM, Lea County, New Mexico;

Berry; Bone Spring, North (5535) Featherstone; Bone Spring (24250)

and from the following diversely owned wells located on state leases in said Section, Township and Range in Lea County, New Mexico:

Avocado BRO State Well No.1H API No. 30-025-40472 150 FNL & 660 FWL D-32-20-35E Oil and gas

Guava BRU State Well No. No.1H API No. 30-025-40514 2210 FNL & 28 FEL H-31-20-35E Oil and gas

Mango BRM State Well No. No.1H API No. 30-025-40517 100 FNL & 2310 FWL C-27-20-35E Gas only October 21, 2014 Page 2

Tangerine BRT State Well No. No.1H API No. 30-025-40518 100 FNL & 660 FEL A-27-20-35E Gas only

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Avocado BRO State Well No.1H central tank battery (CTB), located in Unit D, Section 32, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico.

The oil and gas production from the Avocado BRO State Well No.1H and Guava BRU State Well No. No.1H wells 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 gas production from the Mango BRM State Well No.1H and Tangerine BRT State Well No. No.1H wells 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 operator shall notify the transporter of this commingling authority.

The operator shall notify the Hobbs District Office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the New Mexico State Land Office (NMSLO) before commencement of the commingling operations.

DONE at Santa Fe, New Mexico, on October 21, 2014.

Jami Bailey

Division Director

JB/mam

cc: Oil Conservation Division District Office – Hobbs

New Mexico State Land Office-Oil, Gas, and Minerals