

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-714-A
Administrative Application Reference No. pMAM1508629270

April 16, 2015

Yates Petroleum Corporation
Attention: Ms. Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil and gas production from the Berry; Bone Spring, North (5535) from the following leases and wells:

<u>Name</u>	<u>API No.</u>
<u>Footages</u> <u>ULSTR</u>	
Berry APN State Well No. 2H	30-025-40374
2957' FSL & 660' FWL 13-5-21S-34E	
Berry APN State Well No. 3H	30-025-40630
2500' FSL & 1980' FEL J-5-21S-34E	
Berry APN State Well No. 5H	30-025-41672
2655' FSL & 1980' FWL 14-5-21S-34E	
September Grass BSG State Com Well No. No. 1H	30-025-40576
2480' FSL & 1955' FEL J-5-21S-34E	

The project area for these wells include Lot 2 through Lot 7, and Lot 10 through Lot 15 of Section 5, W/2 SE/4 of Section 5, and W/2 NE/4 of Section 8, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico.

The commingled oil production from the wells detailed above shall be measured and sold at the Berry APN State Well No. 2H central tank battery (CTB), located in Lot 13 of Section 5, Township 21 South, Range 34 East, NMPM, Lea 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.

The commingled gas production shall be measured and sold at the Berry APN State Well No. 2H central tank battery (CTB), located in Lot 13 of Section 5, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico for the Berry APN State Well No. 3H, Berry APN State Well No. 5H, and September Grass BSG State Com Well No. No.1H wells. The Berry APN State Well No. 2H shall be metered separately.

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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 Hobbs District office of the Division prior to implementation of the commingling operations.

It is our understanding that notice of this application has been provided to all owners of interest in the subject wells. No objection has been received by the Division during the objection period.

This approval is subject to like approval from the New Mexico State Land Office before commencing commingling operations.

This Division Order supersedes Division Order CTB-714, issued on July 9, 2014.

Done at Santa Fe, New Mexico, on April 16, 2015.



DAVID R. CATANACH
Director

DRC/mam

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