

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-750
Administrative Application Reference No. pMAM1508629936

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 Bell Lake; Bone Spring Pool (5130) from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>
<u>ULSTR</u>		
Trucker BRK State Well No. 1H L-2-24S-33E	30-025-26309	1980` FSL & 660` FWL
Trucker BRK State Well No. 2H M-2-24S-33E	30-025-41972	575` FSL & 200` FWL

The project area for these wells include the S/2 of Section 2, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Trucker BRK State No. 1H central tank battery (CTB), located in Unit L, of Section 2, Township 24 South, Range 33 East, NMPM, Lea 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.

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.

Administrative Order CTB-750
Yates Petroleum Corporation
April 16, 2015
Page 2

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

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

A handwritten signature in black ink, appearing to read "David R. Catanach", written over a horizontal line.

DAVID R. CATANACH
Director

DRC/mam

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