

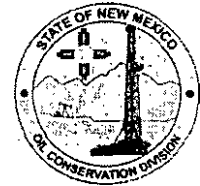
State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-734-A
Administrative Application Reference No. pMAM1525958425

October 6, 2015

Yates Petroleum Corporation
Attention: Miriam Morales

Yates Petroleum Corporation (OGRID 25575) is hereby authorized to surface commingle oil and gas production from Featherstone; Bone Spring (24250) from the following leases and wells:

Lease: State lease VO-8090
Description: E/2 W/2 of Section 27, Township 20 South, Range 35 East, NMPM
Wells: Mango BRM State Well No. 1H

Lease: State lease VB-1220
Description: E/2 E/2 of Section 27, Township 20 South, Range 35 East, NMPM
Well: Tangerine BRT State Well No. 1H

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Mango BRM State Well No. 1H central tank battery (CTB), located in Unit C, Section 27, Township 20 South, Range 35 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.

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

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.

This Division Order supersedes Division Order CTB-734, issued on October 21, 2014.

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on October 6, 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