



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Jon Goldstein
Cabinet Secretary

Jim Noel
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



June 28, 2010

Administrative Order OLM-23

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Mayte Reyes

Yates Petroleum Corporation ("Yates") is hereby authorized to measure **oil and gas production** Off-Lease from the following well which is producing from the Coyote-Wolfcamp Gas Pool (97361) in Chaves County, New Mexico:

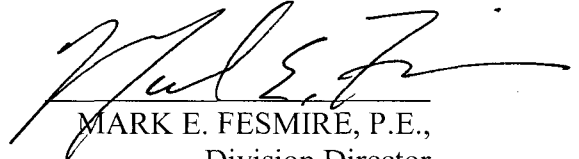
Grid Iron BLI Federal Com Well No. 2 (API 30-005-64063)
Sec 6, T-12-S, R-27-E, NMPM, Federal Lease No. NM-101580.

The oil and gas production from this well shall be measured and sold on Federal Lease No. NM-106904 held by the Football BCF Federal Well No. 2H (API 30-015-34553) in Unit I, of Section 1, T-12-S, R-26-E, NMPM. The Grid Iron BLI Federal Com Well No. 2 shall have its own tank battery and meter at all times.

The surface commingling of oil and gas production is **NOT** authorized.

This approval is subject to like approval by the Bureau of Land Management (BLM) before commencing the Off-Lease Measurements.

The operator shall notify the Artesia district office of the Division before commencement of Off-Lease Measurements.



MARK E. FESMIRE, P.E.,
Division Director

MEF/re

cc: Oil Conservation Division – Artesia
Bureau of Land Management-Roswell

