

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



JUN 20 2008
OCD-ARTESIA

Administrative Order PLC-310
June 9, 2008

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Mayte Reyes

Yates Petroleum Corporation ("Yates") is hereby authorized to surface commingle gas production from the following Pools:

Cedar Canyon-Bone Spring Pool (11520)
Wildcat-Delaware Oil Pool

and from the following two diversely owned wells located on Federal lease(s) in Eddy County, New Mexico:

Juniper BIP Federal Well No. 5 (API 30-015-28577) Unit F, Sec 4, T24S, R29E, NMPM
40 acre dedication: Cedar Canyon-Bone Spring Pool
40 acre dedication: Wildcat-Delaware Pool (DHC-3961)

Knoll AOK Federal Well No. 1 (API 30-015-28127) Unit G, Sec 3, T24S, R29E, NMPM
40 acre dedication: Cedar Canyon-Bone Spring Pool

Each of these diversely owned wells shall be equipped with allocation meters on gas prior to commingling for sales. The gas sales point for this commingled production shall be located at the Vision Energy Inc. CDP in the S/2 of Section 3 (Units J, K, or N). Gas is approved for off lease measurement and sales after being metered on-lease. Oil is not approved for commingling.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

This order is approved as of the date shown above.


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

MEF/wvj
cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad

