

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-734
Administrative Application Reference No. pMAM14273336045

October 21, 2014

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:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>
<u>ULSTR</u>		
Mango BRM State Well No. No.1H C-27-20-35E	30-025-40517	100 FNL & 2310 FWL
Tangerine BRT State Well No. No.1H A-27-20-35E	30-025-40518	100 FNL & 660 FEL

All in NMPM, Lea County, New Mexico

The commingled oil production from the wells detailed above shall be measured and sold at the Mango BRM State Well No. 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 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.

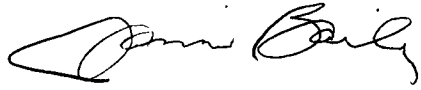
This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

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

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

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Done at Santa Fe, New Mexico, on October 21, 2014.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey
Division Director

JB/mam

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