State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Tony Delfin Acting Cabinet Secretary

David R. Catanach, Division Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-800 Administrative Application Reference No. pMAM1623134489

September 8, 2016

Remnant Oil Operating, LLC

Attention: Ms. Carrie Stoker

Remnant Oil Operating, LLC (OGRID 370922) is hereby authorized to surface commingle oil production from Turkey Track; 7 Rvrs-QU-GB-SA Pool (pool code 61020) from the following state leases located in Section 36, Township 18 South, Range 29 East, Eddy County, New Mexico:

Lease:

State lease 0017744

Description: SW/4 NW/4 of Section 36, Township 18 South, Range 29 East, NMPM

Well:

Fina State Well No. 1

Lease:

State lease 0019937

Description: NW/4 SW/4 of Section 36, Township 18 South, Range 29 East, NMPM

Well:

Wilson State Well No. 1

The commingled oil production from the wells detailed above shall be measured and sold at the Wilson State Well No. 1 central tank battery (CTB), located in Unit L, of Section 36, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico.

Production from the subject wells/leases shall be determined as follows:

Production for the separately owned leases shall be measured with a combination of well testing and metering.

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 Artesia District office of the Division prior to implementation of the commingling operations.

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Done at Santa Fe, New Mexico, on September 8, 2016.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Artesia

New Mexico State Land Office - Oil, Gas, and Minerals