NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

AMENDED COMMINGLING ORDER CTB-380

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210

Attention: Ms. Rusty Klein

The above named company is hereby authorized to commingle North Dagger Draw Upper Penn Pool production from the following leases:

Lease:

Hooper "AMP" Lease

Description:

. W/2 Section 21, and;

Lease:

Patriot "AIZ" Com Well No.3

Description:

SE/4 Section 20, and;

Lease:

Lorene "ANN" Well No.1 NW/4 Section 28, and;

Lease:

Ross "EG" Federal Com Well No.13

Description:

Description:

NE/4 SE/4 Section 20;

all in Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each well prior to commingling.

REMARKS: The commingled production shall be stored in the Hooper "AMP" tank battery facility located in Unit Letter "M" of Section 21, Township 19 South, Range 25 East, Eddy County, New Mexico.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 14th day of September, 1995.

WILLIAM J. LEMAY,

Division Director

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WJL/BES

cc: Oil Conservation Division - Artesia

Bureau of Land Management - Carlsbad