

District I (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II (575) 748-1283
811 S. First St., Artesia, NM 88210
District III (505) 334-6178
1000 Rio Brazos Road, Aztec, NM 87410
District IV (505) 827-8198
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-106
Revised August 1, 2011

ACT Permit No. _____

NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT

Operator _____

Address _____ County _____

Lease(s) to be served by this ACT Unit _____

Pool(s) to be served by this ACT Unit _____

Location of ACT System: Unit _____ Section _____ Township _____ Range _____

Order No. authorizing commingling between leases if more than one lease is to be served by this system.

_____ Date _____

Order No. authorizing commingling between pools if more than one pool is to be served by this system

_____ Date _____

Authorized transporter of oil from this system _____

Transporter's address _____

Maximum expected daily through-put for this system: _____

If system fails to transfer oil due to malfunction or otherwise, waste by overflow will be averted by:

CHECK ONE: A. Automatic shut-down facilities as required by 19.15.18.15.C(8) NMAC
B. Providing adequate available capacity to receive production during maximum unattended time of lease operation 19.15.18.15.C(9) NMAC

If "A" above is checked, will flowing wells be shut-in at the header manifold or at the wellhead?

_____ Maximum well-head shut-in pressure _____

If "B" above is checked, how much storage capacity is available above the normal high working level of the

surge tank _____ BBLs.

What is the normal maximum unattended time of lease operation? _____ Hours.

What device will be used for measuring oil in this ACT unit?

CHECK ONE: Positive displacement meter Weir-type measuring vessel
 Positive volume metering chamber Other; describe _____

Remarks: _____

OPERATOR:

I hereby certify above information is true and complete to best of my knowledge and subject ACT system will be installed and operated in accordance with Rule 19.15.18.15 NMAC. Approval of this Form C-106 does not eliminate necessity of an approved C-104 prior to running any oil or gas from this system.

Signature _____

Printed Name & Title _____

E-mail Address _____

Date _____ Telephone _____

OIL CONSERVATION DIVISION

Approved by: _____

Title: _____

Date: _____

INSTRUCTIONS: Submit one copy of Form C-106 with following attachments to appropriate district office.

- 1) Lease plat showing all wells which will be produced in ACT system.
- 2) Schematic diagram of battery and ACT equipment showing all major components and means employed to prove accuracy of measuring device.

3) Letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.