

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised August 1, 2011

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Premier Oil & Gas, Inc.

OPERATOR ADDRESS: 901 Waterfall Way Suite 201, Richardson, TX 75080

APPLICATION TYPE:

☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingling)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☐ Yes ☒ No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes (monthly)
[28509] GRAYBURG JACKSON; SR-Q-G-SA	31.5 API	35.5		1491 bbls	65 bbls
[96718] LOCO HILLS; GLORIETA-YESO	36 API				1426 bbls

(2) Are any wells producing at top allowables? ☐ Yes ☒ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.

(4) Measurement type: ☒ Metering ☒ Other (Specify): Test heaters; historical production of non-commingled production.

(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE:  TITLE: Vice President DATE: 7/6/2021

TYPE OR PRINT NAME: Daniel Jones TELEPHONE NO.: 972-470-0228

E-MAIL ADDRESS: dan.jones@premieroilgas.com

Premier Oil & Gas respectfully requests the OCD to consider our application for surface commingling the [25809] Grayburg Jackson; SR-Q-G-SA and [96718] LOCO HILLS; GLORIETA-YESO for the following lease: NMNM0467933. These two pools on the Dale H. Parke B Tract C lease have equivalent oil gravity. Hence, we will see no negative economic impact mixing these two reservoirs. This would allow us to decommission the battery (located at the plugged Dale H. Parke B Tract C #5) for the two Grayburg Jackson wells and consolidate our facilities. This further allows for surface reclamation and the prevention of waste.

This application will affect the following:

Lease: NMNM0467933, NE4 of Sec 15-T17S-R30E

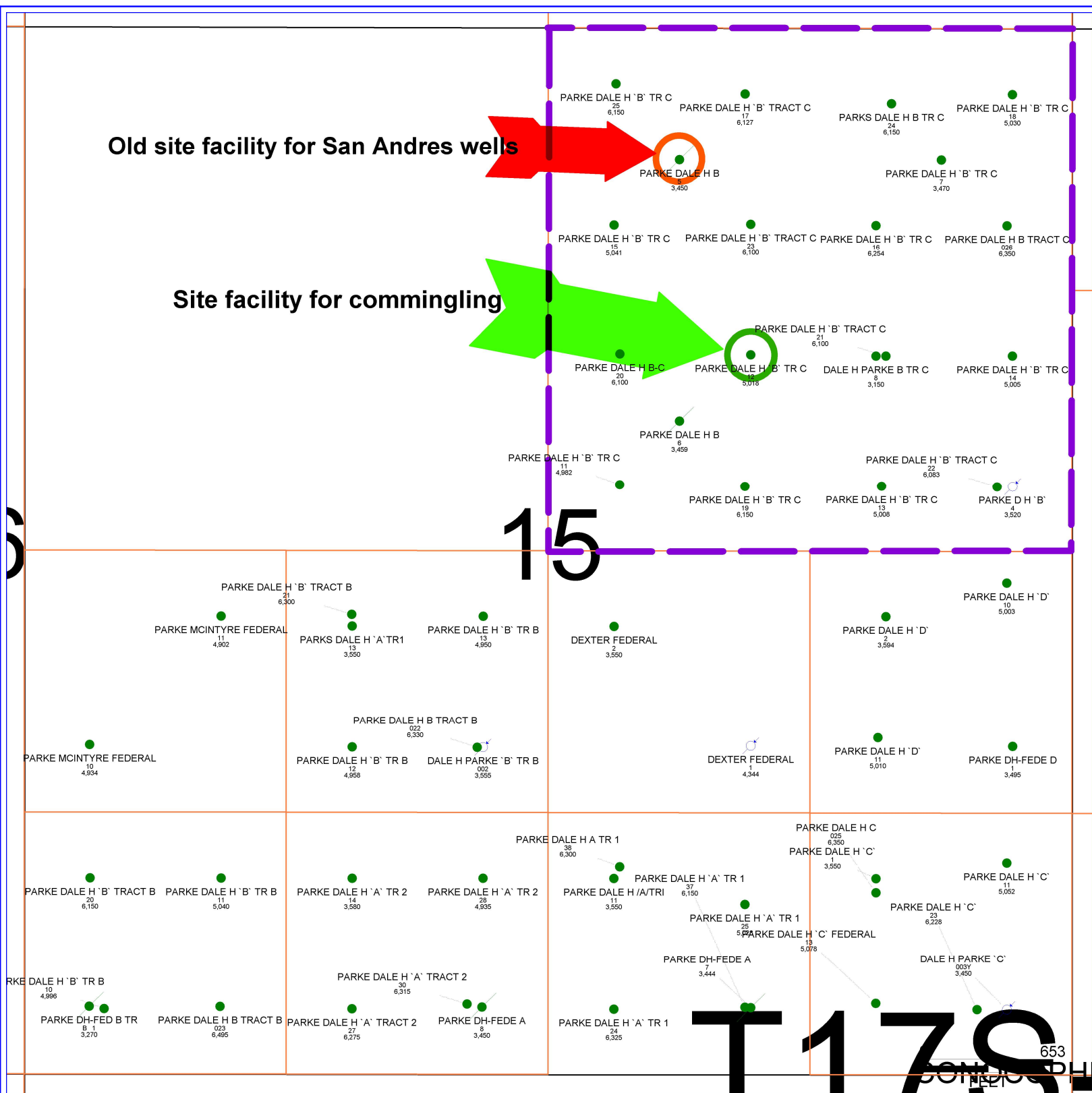
Wells and API Numbers:

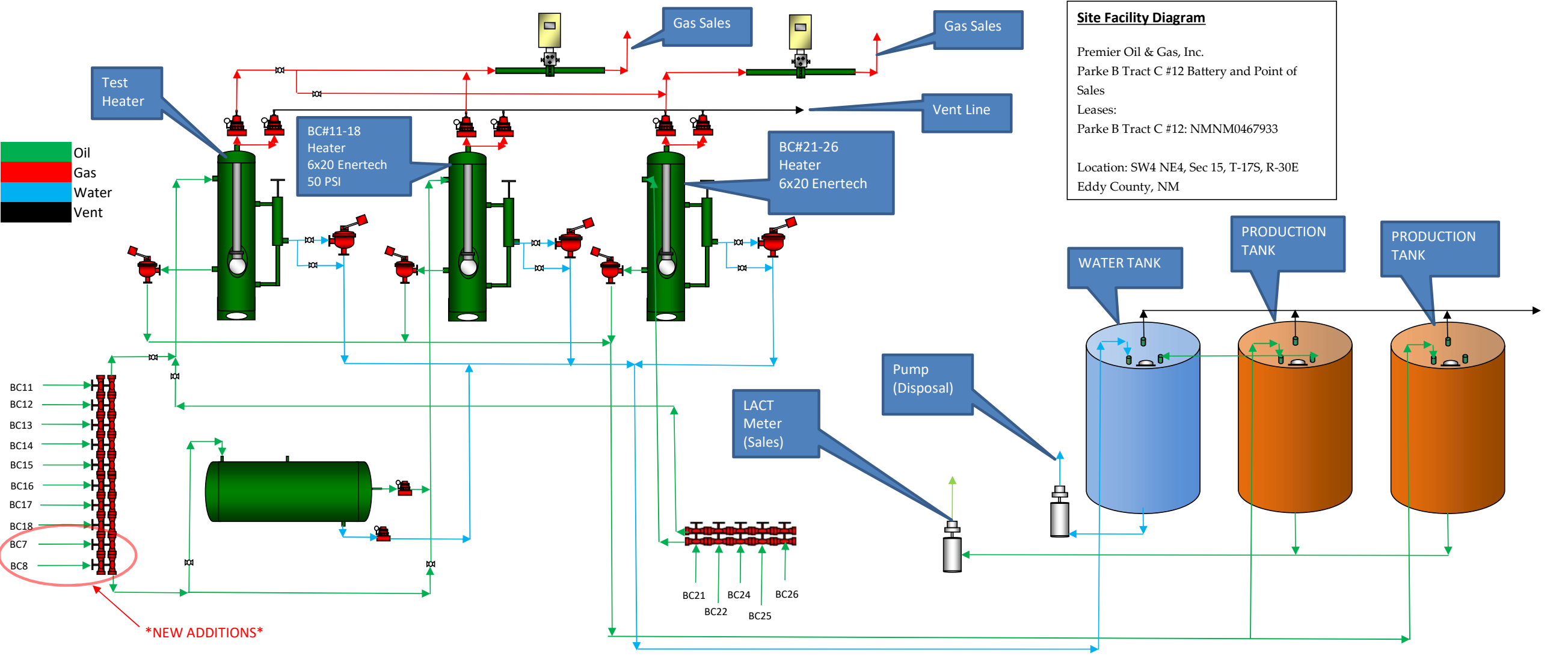
Dale H. Parke B Tract C #7, 30-015-20581 (San Andres)
Dale H. Parke B Tract C #8, 30-015-20613 (San Andres)
Dale H. Parke B Tract C #11, 30-015-32379 (Yeso)
Dale H. Parke B Tract C #12, 30-015-32372 (Yeso)
Dale H. Parke B Tract C #13, 30-015-32380 (Yeso)
Dale H. Parke B Tract C #14, 30-015-32393 (Yeso)
Dale H. Parke B Tract C #15, 30-015-32390 (Yeso)
Dale H. Parke B Tract C #16, 30-015-32395 (Yeso)
Dale H. Parke B Tract C #17, 30-015-32396 (Yeso)
Dale H. Parke B Tract C #18, 30-015-32397 (Yeso)
Dale H. Parke B Tract C #21, 30-015-36037 (Yeso)
Dale H. Parke B Tract C #22, 30-015-36026 (Yeso)
Dale H. Parke B Tract C #24, 30-015-36761 (Yeso)
Dale H. Parke B Tract C #25, 30-015-36894 (Yeso)
Dale H. Parke B Tract C #26, 30-015-40082 (Yeso)

We propose to combine the above set of wells into the existing Yeso production battery that is located at the Dale H. Parke B Tract C #12 battery, site facility, and point of sale. The site facility at the (plugged) Dale H. Parke B Tract C #5, that facilitates #'s 7 and 8, will be decommissioned and site restored.

The following wells that are located on the same lease but currently have their own battery, site facility, and point of sale at the Dale H. Parke B Tract C #19.

Dale H. Parke B Tract C #19, 30-015-35733 (Yeso)
Dale H. Parke B Tract C #20, 30-015-36048 (Yeso)
Dale H. Parke B Tract C #23, 30-015-36049 (Yeso)





Company	Address1	Address2	Address3	City	State	Zip Code	Certified Tracking #	Lease
Barrett Properties Inc.	PO BOX 1185		Alto, NM 88312	Alto	NM	88312	70200640000185065981	Parke B Tract C
CHASE OIL CORPORATION	PO BOX 1767		Artesia, NM 88211-1767	Artesia	NM	88211-1767	70200640000185065974	Parke B Tract C
RAYE MILLER & DASTARAC	2308 SIERRA VISTA ROAD		Artesia, NM 88210	Artesia	NM	88210	70200640000185065998	Parke B Tract C
MARTIN K JOYCE	PO BOX 2142		Roswell, NM 88202-2142	Roswell	NM	88202-2142	70200640000185066001	Parke B Tract C
Mark Bertram Murphy Trust	Mark B. Murphy, Trustee	P.O. Box 2484	Roswell, NM 88202-2484	Roswell	NM	88202-2484	70200640000185066070	Parke B Tract C
Ann Murphy Daily Trust	Ann Murphy Daily, Trustee	P.O. Box 2648	Roswell, NM 88202-2648	Roswell	NM	88202-2648	70200640000185066063	Parke B Tract C
Matthew Bert Murphy Trust	Matthew B. Murphy, Trustee	P.O. Box 1561	Roswell, NM 88202-1561	Roswell	NM	88202-1561	70200640000185066087	Parke B Tract C
Laura Elizabeth Murphy Trust	Mark B. Murphy, Trustee	P.O. Box 2484	Roswell, NM 88202-2484	Roswell	NM	88202-2484	70200640000185066056	Parke B Tract C
K BRIAN COLLINS	2206 WEST CENTRE		Artesia, NM 88210	Artesia	NM	88210	70200640000185066032	Parke B Tract C
Regeneration Energy Corp.	PO BOX 210		Artesia, NM 88211-210	Artesia	NM	88211-210	70200640000185066025	Parke B Tract C
ABE Energy, LLC	PO BOX 1185		Alto, NM 88312	Alto	NM	88312	70200640000185066049	Parke B Tract C
Dastarac Inc.	2308 SIERRA VISTA ROAD		Artesia, NM 88210	Artesia	NM	88210	70200640000185066018	Parke B Tract C
H LEE HARVARD	PO BOX 936		Roswell, NM 88202-0936	Roswell	NM	88202-0936	70200640000185065950	Parke B Tract C
Westway Petro JV	6440 N Central Expressway	Suite 615	Dallas, TX 75206-4139	Dallas	TX	75206-4139	70200640000185065967	Parke B Tract C

From: dan.jones@premieroilgas.com
To: [McClure, Dean, EMNRD](#)
Subject: RE: surface commingling applications for Dale H Parke A tract and B tract C wells
Date: Tuesday, August 24, 2021 9:40:42 AM

I forgot to mention. The BTU values for both leases and both pools is 1300 +/- 25.

From: dan.jones@premieroilgas.com <dan.jones@premieroilgas.com>
Sent: Monday, August 23, 2021 11:21 AM
To: 'McClure, Dean, EMNRD' <Dean.McClure@state.nm.us>
Subject: RE: surface commingling applications for Dale H Parke A tract and B tract C wells

Dean,

I think I have all the info here for you. I created a spreadsheet for all the owners and the tracking numbers. A Tract 1 is on Sheet 1 and B Tract C is on Sheet 2 of the Excel spreadsheet. I also created NOI Sundries with the BLM for the three wells A Tract 1 #12, B Tract C #7, and B Tract C #8. Attached is also the applications for the pool commingling for the A Tract 1 and B Tract C leases. Let me know if you need anything else or any further clarification from me.

It's easier if you reach me on my cell number.

Thanks again.

Daniel Jones
817-614-4224 (cell)

From: McClure, Dean, EMNRD <Dean.McClure@state.nm.us>
Sent: Wednesday, August 18, 2021 1:37 PM
To: dan.jones@premieroilgas.com
Subject: RE: surface commingling applications for Dale H Parke A tract and B tract C wells

Sounds good.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

From: dan.jones@premieroilgas.com <dan.jones@premieroilgas.com>
Sent: Wednesday, August 18, 2021 12:15 PM
To: McClure, Dean, EMNRD <Dean.McClure@state.nm.us>
Subject: RE: surface commingling applications for Dale H Parke A tract and B tract C wells

Hi Dean,

I was out of the office yesterday but give me a couple of days to organize the data as there is a lot of

owners, but I should have something for you tomorrow.
Daniel

From: McClure, Dean, EMNRD <Dean.McClure@state.nm.us>

Sent: Monday, August 16, 2021 4:03 PM

To: dan.jones@premieroilgas.com

Subject: surface commingling applications for Dale H Parke A tract and B tract C wells

Mr. Jones,

Per our phone conversation, please fill out the attached admin checklist for each of these applications, provide btu values for the two pools for these leases, and provide a list of the noticed persons with certified tracking numbers. Additionally, I will need to see confirmation that the BLM was notified of these applications which may consist of a copy of a NOI sundry you submit to them.

Dean McClure

Petroleum Engineer, Oil Conservation Division

New Mexico Energy, Minerals and Natural Resources Department

(505) 469-8211

From: [Engineer, OCD, EMNRD](#)
To: dan.jones@premieroilgas.com
Cc: [McClure, Dean, EMNRD](#); [Simmons, Kurt, EMNRD](#); [Bratcher, Mike, EMNRD](#); [Hawkins, James, EMNRD](#); [Powell, Brandon, EMNRD](#); lisa@rwbyram.com; [Glover, James](#); [Paradis, Kyle O](#); [Walls, Christopher](#)
Subject: Approved Administrative Order PLC-781
Date: Wednesday, September 8, 2021 10:45:37 AM
Attachments: [PLC781 Order.pdf](#)

NMOCD has issued Administrative Order PLC-781 which authorizes Premier Oil & Gas, Inc. (17985) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool Code
30-015-20581	Dale H Parke B Tract C #7	A	15-17S-30E	28509
30-015-20613	Dale H Parke B Tract C #8	H	15-17S-30E	28509
30-015-32379	Dale H Parke B Tract C #11	G	15-17S-30E	96718
30-015-32372	Dale H Parke B Tract C #12	G	15-17S-30E	96718
30-015-32380	Dale H Parke B Tract C #13	H	15-17S-30E	96718
30-015-32393	Dale H Parke B Tract C #14	H	15-17S-30E	96718
30-015-32390	Dale H Parke B Tract C #15	B	15-17S-30E	96718
30-015-32395	Dale H Parke B Tract C #16	A	15-17S-30E	96718
30-015-32396	Dale H Parke B Tract C #17	B	15-17S-30E	96718
30-015-32397	Dale H Parke B Tract C #18	A	15-17S-30E	96718
30-015-36037	Dale H Parke B Tract C #21	H	15-17S-30E	96718
30-015-36026	Dale H Parke B Tract C #22	H	15-17S-30E	96718
30-015-36761	Dale H Parke B Tract C #24	A	15-17S-30E	96718
30-015-36894	Dale H Parke B Tract C #25	B	15-17S-30E	96718
30-015-40082	Dale H Parke B Tract C #26	A	15-17S-30E	96718

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.

Dean McClure
 Petroleum Engineer, Oil Conservation Division
 New Mexico Energy, Minerals and Natural Resources Department
 (505) 469-8211

Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Premier Oil & Gas, Inc.OGRID Number: 017985Well Name: Dale H. Parke B Tract C #7, #8API: 30-015-20581; 30-015-20613Pool: GRAYBURG JACKSON; SR-Q-G-SAPool Code: 28509

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location - Spacing Unit - Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling - Storage - Measurement

☐ DHC☐ CTB☐ PLC☒ PC☐ OLS☐ OLM

[II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR

2) **NOTIFICATION REQUIRED TO:** Check those which apply.

A. ☐ Offset operators or lease holdersB. ☒ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☐ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required

FOR OCD ONLY

☐ Notice Complete☐ Application
Content
Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Daniel Jones8/20/2021

Date

Print or Type Name

817-614-4224 (cell)

Phone Number

Signature

dan.jones@premieroilgas.com

e-mail Address

Well Name: D H PARKE B TRC	Well Location: T17S / R30E / SEC 15 / NENE /	County or Parish/State: EDDY / NM
Well Number: 7	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM0467933	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001520581	Well Status: Producing Oil Well	Operator: PREMIER OIL & GAS INCORPORATED

Notice of Intent

Type of Submission: Notice of Intent	Type of Action Other
Date Sundry Submitted: 08/23/2021	Time Sundry Submitted: 09:34
Date proposed operation will begin: 08/22/2021	

Procedure Description: Premier Oil & Gas, Inc. has applied for a pool comingling for the [28509] GRAYBURG JACKSON; SR-Q-G-SA and the [96718] LOCO HILLS; GLORIETA-YESO for the B Tract C lease with the New Mexico OCD. This well will be comingling with the Yeso wells on the B Tract C lease. For allocation it will have its own heater for metering oil and gas. This notice satisfies the conditions with the OCD for the application.

Surface Disturbance

Is any additional surface disturbance proposed?: No

Well Name: D H PARKE B TRC	Well Location: T17S / R30E / SEC 15 / NENE /	County or Parish/State: EDDY / NM
Well Number: 7	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM0467933	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001520581	Well Status: Producing Oil Well	Operator: PREMIER OIL & GAS INCORPORATED

Operator Certification

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: DANIEL JONES	Signed on: AUG 23, 2021 09:33 AM
Name: PREMIER OIL & GAS INCORPORATED	
Title: Vice President	
Street Address: 901 Waterfall Way Suite 201	
City: Richardson	State: TX
Phone: (972) 470-0228	
Email address: dan.jones@premieroligas.com	

Field Representative

Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

Well Name: D H PARKE B TRC	Well Location: T17S / R30E / SEC 15 / SENE /	County or Parish/State: EDDY / NM
Well Number: 8	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM0467933	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001520613	Well Status: Producing Oil Well	Operator: PREMIER OIL & GAS INCORPORATED

Notice of Intent

Type of Submission: Notice of Intent	Type of Action Other
Date Sundry Submitted: 08/23/2021	Time Sundry Submitted: 09:16
Date proposed operation will begin: 08/22/2021	

Procedure Description: Premier Oil & Gas, Inc. has applied for a pool comingling for the [28509] GRAYBURG JACKSON; SR-Q-G-SA and the [96718] LOCO HILLS; GLORIETA-YESO for the B Tract C lease with the New Mexico OCD. This well will be comingled with the Yeso wells on the B Tract C lease. For allocation it will have its own heater for metering oil and gas. This notice satisfies the conditions with the OCD for the application.

Surface Disturbance

Is any additional surface disturbance proposed?: No

Well Name: D H PARKE B TRC	Well Location: T17S / R30E / SEC 15 / SENE /	County or Parish/State: EDDY / NM
Well Number: 8	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM0467933	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001520613	Well Status: Producing Oil Well	Operator: PREMIER OIL & GAS INCORPORATED

Operator Certification

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: DANIEL JONES	Signed on: AUG 23, 2021 09:16 AM
Name: PREMIER OIL & GAS INCORPORATED	
Title: Vice President	
Street Address: 901 Waterfall Way Suite 201	
City: Richardson	State: TX
Phone: (972) 470-0228	
Email address: dan.jones@premieroligas.com	

Field Representative

Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

State of New Mexico
Energy, Minerals and Natural Resources Department

Notice

Order: **PLC-781**
Operator: **Premier Oil & Gas, Inc. (17985)**
Publication Date:
Submittal Date: **7/6/2021**

Noticed Persons

Date	Person	Certified Tracking Number	Status
7/8/2021	Barrett Properties Inc.	70200640000185065981	Delivered
7/9/2021	CHASE OIL CORPORATION	70200640000185065974	Delivered
7/9/2021	RAYE MILLER & DASTARAC INC.	70200640000185065998	Delivered
7/8/2021	MARTIN K JOYCE	70200640000185066001	Delivered
7/8/2021	Mark Bertram Murphy Trust	70200640000185066070	Delivered
7/8/2021	Ann Murphy Daily Trust	70200640000185066063	Delivered
7/9/2021	Matthew Bert Murphy Trust	70200640000185066087	Delivered
7/8/2021	Laura Elizabeth Murphy Trust	70200640000185066056	Delivered
7/8/2021	K BRIAN COLLINS	70200640000185066032	Delivered
7/8/2021	Regeneration Energy Corp.	70200640000185066025	Delivered
7/8/2021	ABE Energy, LLC	70200640000185066049	Delivered
7/8/2021	Dastarac Inc.	70200640000185066018	Delivered
7/8/2021	H LEE HARVARD	70200640000185065950	Delivered
7/8/2021	Westway Petro JV	70200640000185065967	Delivered

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION FOR SURFACE COMMINGLING
SUBMITTED BY PREMIER OIL & GAS, INC.**

ORDER NO. PLC-781

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

FINDINGS OF FACT

1. Premier Oil & Gas, Inc. (“Applicant”) submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells identified in Exhibit A (“Application”).
2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
3. Applicant intends to segregate the oil and gas production from each lease and from each pool within that lease as identified in Exhibit B from the oil and gas production from all other pools and leases prior to measuring the production from each pool and lease with an allocation meter.
4. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7(B) NMAC.
5. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
6. Applicant provided notice of the Application to the Bureau of Land Management (“BLM”) or New Mexico State Land Office (“NMSLO”), as applicable.
7. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.

CONCLUSIONS OF LAW

8. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, 19.15.12 NMAC, and 19.15.23 NMAC.

9. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10(A)(2), (C)(4)(c), and (C)(4)(e) NMAC, as applicable.
10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) and (6) NMAC, as applicable.
11. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
12. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10(B)(3) and (C)(4)(h) NMAC.
13. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery described in Exhibit A.

2. The allocation of oil and gas production to each pool and lease identified in Exhibit B shall be determined by separating and metering the production from each pool and lease as described by Group ID in Exhibit B prior to commingling that production with production from any other pool and lease.
3. If a well is recompleted into a pool included in Exhibit A but different than that well is identified as being completed into within Exhibit A, no later than sixty (60) days after the well has been recompleted, Applicant shall submit Form C-103 to the OCD Engineering Bureau. The Form C-103 shall reference this Order and identify the well and new pool that it is recompleted into. The production from the well shall be routed to the appropriate separator so that its production is measured together with the production from the wells that are producing from the same pool and lease as it is then completed. The OCD Engineering Bureau shall amend Exhibit B to reflect this change.
4. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15 NMAC or 19.15.23.8 NMAC.
5. Applicant shall measure and market the commingled gas at a central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9 NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8(B) NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8(E) NMAC.
6. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.

7. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
8. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
9. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
10. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**ADRIENNE SANDOVAL
DIRECTOR**

DATE: 8/31/2021

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: **PLC-781**

Operator: **Premier Oil & Gas, Inc. (17985)**

Central Tank Battery: **Parke B Tract C 12 Battery**

Central Tank Battery Location: **Unit G, Section 15, Township 17 South, Range 30 East**

Gas Title Transfer Meter Location: **Unit G, Section 15, Township 17 South, Range 30 East**

Pools

Pool Name	Pool Code
GRAYBURG JACKSON; SR-Q-G-SA	28509
LOCO HILLS; GLORIETA-YESO	96718

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
NMNM 0467933	NE/4	15-17S-30E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-015-20581	Dale H Parke B Tract C #7	A	15-17S-30E	28509
30-015-20613	Dale H Parke B Tract C #8	H	15-17S-30E	28509
30-015-32379	Dale H Parke B Tract C #11	G	15-17S-30E	96718
30-015-32372	Dale H Parke B Tract C #12	G	15-17S-30E	96718
30-015-32380	Dale H Parke B Tract C #13	H	15-17S-30E	96718
30-015-32393	Dale H Parke B Tract C #14	H	15-17S-30E	96718
30-015-32390	Dale H Parke B Tract C #15	B	15-17S-30E	96718
30-015-32395	Dale H Parke B Tract C #16	A	15-17S-30E	96718
30-015-32396	Dale H Parke B Tract C #17	B	15-17S-30E	96718
30-015-32397	Dale H Parke B Tract C #18	A	15-17S-30E	96718
30-015-36037	Dale H Parke B Tract C #21	H	15-17S-30E	96718
30-015-36026	Dale H Parke B Tract C #22	H	15-17S-30E	96718
30-015-36761	Dale H Parke B Tract C #24	A	15-17S-30E	96718
30-015-36894	Dale H Parke B Tract C #25	B	15-17S-30E	96718
30-015-40082	Dale H Parke B Tract C #26	A	15-17S-30E	96718

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit B

Order: **PLC-781**
Operator: **Premier Oil & Gas, Inc. (17985)**

Pools

Pool Name	Pool Code
GRAYBURG JACKSON; SR-Q-G-SA	28509
LOCO HILLS; GLORIETA-YESO	96718

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
NMNM 0467933	NE/4	15-17S-30E

Pools within each Lease

Lease	Pool Code	Group ID
NMNM 0467933	28509	A
NMNM 0467933	96718	B

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Group ID
30-015-20581	Dale H Parke B Tract C #7	A	15-17S-30E	A
30-015-20613	Dale H Parke B Tract C #8	H	15-17S-30E	A
30-015-32379	Dale H Parke B Tract C #11	G	15-17S-30E	B
30-015-32372	Dale H Parke B Tract C #12	G	15-17S-30E	B
30-015-32380	Dale H Parke B Tract C #13	H	15-17S-30E	B
30-015-32393	Dale H Parke B Tract C #14	H	15-17S-30E	B
30-015-32390	Dale H Parke B Tract C #15	B	15-17S-30E	B
30-015-32395	Dale H Parke B Tract C #16	A	15-17S-30E	B
30-015-32396	Dale H Parke B Tract C #17	B	15-17S-30E	B
30-015-32397	Dale H Parke B Tract C #18	A	15-17S-30E	B
30-015-36037	Dale H Parke B Tract C #21	H	15-17S-30E	B
30-015-36026	Dale H Parke B Tract C #22	H	15-17S-30E	B
30-015-36761	Dale H Parke B Tract C #24	A	15-17S-30E	B
30-015-36894	Dale H Parke B Tract C #25	B	15-17S-30E	B
30-015-40082	Dale H Parke B Tract C #26	A	15-17S-30E	B

District I

1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 35023

CONDITIONS

Operator: PREMIER OIL & GAS INC PO Box 837205 Richardson, TX 75083	OGRID: 17985
	Action Number: 35023
	Action Type: [C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS

Created By	Condition	Condition Date
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.	9/8/2021