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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY EOG RESOURCES, INC.

ORDER NO. PLC-911-A

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. EOG Resources, Inc. ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells as described 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 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.
- 4. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 5. 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.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

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.

Order No. PLC-911-A Page 1 of 4

- 9. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10 A.(2) NMAC, 19.15.12.10 C.(4)(c) NMAC, and 19.15.12.10 C.(4)(e) NMAC, as applicable.
- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9 A.(5) NMAC and 19.15.23.9 A.(6) NMAC, as applicable.
- 11. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10 B.(1) NMAC or 19.15.12.10 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) NMAC and 19.15.12.10 C.(4)(h) NMAC.
- 13. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10 C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 14. 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 as described in Exhibit A.

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

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. This Order supersedes Order PLC-911.
- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.

Order No. PLC-911-A Page 2 of 4

- 4. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 5. 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.
- 6. Applicant shall measure and market the commingled gas at a well pad, 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.
- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 8. 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.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10 C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 10. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. 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).

Order No. PLC-911-A Page 3 of 4

13. 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

GERASIMOS RAZATOS DIRECTOR (ACTING) **DATE:** <u>4/23/2025</u>

Order No. PLC-911-A Page 4 of 4

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-911-A

Operator: EOG Resources, Inc. (7377)

Central Tank Battery: Icy 18 Federal Central Tank Battery

Central Tank Battery Location: UL B C, Section 18, Township 25 South, Range 33 East

Gas Title Transfer Meter Location:

Pools

	Pool Name	Pool Code
WC-025 G-08 S2532350	G; LWR BONE SPRIN	97903
WC-025 G-06 S253329	D;UPR BONE SPRIN	97994
WC-025 G-09 S253309	P; UPR WOLFCAMP	98180

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
NIMNIM 105/010/2 (110020)	All	18-25S-33E
NMNM 105481843 (110838)	N/2	19-25S-33E
NIMANIA 105401042 (110020) II 10 II - 1 1 #725111	W/2	18-25S-33E
NMNM 105481843 (110838) [Icy 18 Federal #735H]	NW/4	19-25S-33E

Wells Well API Well Name UL or Q/Q S-T-R Pool W/218-25S-33E 30-025-46711 ICY 13 FEDERAL #717H 98180 **NW/4** 19-25S-33E W/218-25S-33E 30-025-46689 ICY 18 FEDERAL #502H 97903 **NW/4** 19-25S-33E W/218-25S-33E 97903 30-025-46691 ICY 18 FEDERAL #504H **NW/4** 19-25S-33E W/218-25S-33E 30-025-46692 ICY 18 FEDERAL #505H 97903 **NW/4** 19-25S-33E W/218-25S-33E 97903 30-025-46693 ICY 18 FEDERAL #506H **NW/4** 19-25S-33E W/218-25S-33E 97903 30-025-46690 ICY 18 FEDERAL #581H **NW/4** 19-25S-33E W/218-25S-33E 30-025-46706 ICY 18 FEDERAL #701H 98180 **NW/4** 19-25S-33E W/218-25S-33E 30-025-46707 ICY 18 FEDERAL #702H 98180 **NW/4** 19-25S-33E W/218-25S-33E 30-025-46709 ICY 18 FEDERAL #704H 98180 **NW/4** 19-25S-33E E/218-25S-33E ICY 18 FEDERAL #709H 98180 30-025-46511 NE/4 19-25S-33E W/218-25S-33E 30-025-46712 ICY 18 FEDERAL #721H 98180 NW/4 19-25S-33E

30 025 46713	ICY 18 FEDERAL #722H	W/2	18-25S-33E	98180	
	30-025-46713	ICY 18 FEDERAL #/22H	NW/4	19-25S-33E	70100
30-025-46512	ICY 18 FEDERAL #723H	E/2	18-25S-33E	98180	
	30 023 40312	101 101 EDERGE #/2011	NE/4	19-25S-33E	70100
	30-025-46710	ICY 18 FEDERAL #726H	W/2	18-25S-33E	98180
	30-023-40710	101 101 EDEK(11 #/2011	NW/4	19-25S-33E	70100
	30-025-46510	ICY 18 FEDERAL #728H	E/2	18-25S-33E	98180
	30 023 40310	101 EDERAL #72011	NE/4	19-25S-33E	70100
	30-025-46708	ICY 18 FEDERAL #733H	W/2	18-25S-33E	98180
	30-023-40700	101 101 EDEK(11 #75511	NW/4	19-25S-33E	
	30-025-47045	ICY 18 FEDERAL #735H	W/2	18-25S-33E	98180
	30-023-47043	1C1 10 FEDERAL #75511	NW/4	19-25S-33E	70100
	30-025-46507	ICY 7 FEDERAL #710H	E/2	18-25S-33E	98180
	30-023-40307	TC1 / TEDERAL #/1011	NE/4	19-25S-33E	70100
	30-025-46509	ICY 7 FEDERAL #712H	E/2	18-25S-33E	98180
	30-023-40307	TCT / FEDERAL #/12H	NE/4	19-25S-33E	70100
	30-025-46508	ICY 7 FEDERAL #731H	E/2	18-25S-33E	98180
	30-023-40300	TC1 / TEDERAL #/3111	NE/4	19-25S-33E	70100
	30-025-51858	ICY 18 FEDERAL #103H	W/2	18-25S-33E	97903
	30-023-31030	TO TEDERAL #103H	NW/4	19-25S-33E	21703
	30-025-51861	ICY 18 FEDERAL #312H	E/2	18-25S-33E	97994
	30-023-31001	TO TEDERAL #31211	NE/4	19-25S-33E	71774
	30-025-51860	ICY 18 FEDERAL #510H	E/2	18-25S-33E	97903
	30-023-31000	ICT 16 FEDERAL #510H	NE/4	19-25S-33E	21703
	30-025-46694	ICY 18 FEDERAL #583H	NE/4	18-25S-33E	97903
	30-023-40074	1C1 10 1 EDEK(1L #30311		19-25S-33E	71705
	30-025-51862	ICY 18 FEDERAL #742H	CRAL #742H	18-25S-33E	97903
	00 020 01002	101 101 EDERGIE !! / 1211	NW/4	19-25S-33E	<i></i>
	30-025-51863	ICY 18 FEDERAL #744H	E/2	18-25S-33E	97903
	20 023 31003		NE/4	19-25S-33E	71700
	30-025-51864	ICY 18 FEDERAL #746H	E/2	18-25S-33E	97903
30-043-31004	TOT TOTEDERAL #740H	NE/4	19-25S-33E	71700	
30-025-51866	ICY 18 FEDERAL #748H	E/2	18-25S-33E	97903	
	NE	NE/4	19-25S-33E		
	30-025-51867	ICY 18 FEDERAL #753H	W/2	18-25S-33E	97903
	NW/4	19-25S-33E	<i></i>		
	30-025-51868	-025-51868 ICY 18 FEDERAL #756H	E/2	18-25S-33E	97994
	N	NE/4	19-25S-33E		
30-025-46705 ICY 7 FEDERAL #301H	ICV 7 FEDERAL #301H	E/2	18-25S-33E	97784	
	NE/4	19-25S-33E			
	30-025-51857	ICY 7 FEDERAL #511H	E/2	18-25S-33E	97903
	JU-043-3103/		NE/4	19-25S-33E	71700
30-025-51855	ICY 7 FEDERAL #512H	E/2	18-25S-33E	97903	
		TOT I I I I I I I I I I I I I I I I I I	NE/4	19-25S-33E	
30-025-47188	ICY 7 FEDERAL #513H	E/2	18-25S-33E	97903	
		NE/4	19-25S-33E		

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 455229

CONDITIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
5509 Champions Drive	Action Number:
Midland, TX 79706	455229
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By		Condition Date
sarah.clelland	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.	4/24/2025