

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



July 31, 2019

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-583

XTO Energy, Inc.
Attention: Tracie Cherry

Pursuant to your application received on June 20, 2019, XTO Energy, Inc. (OGRID 5380) is hereby authorized to surface commingle oil and gas production and off-lease measure from the following pools:

CORRAL CANYON; DELAWARE, NORTHWEST	(96464)
WILLOW LAKE; BONE SPRING, SOUTHEAST	(96217)

and from wells, their associated leases, pools, and range of decline identified in the application, Exhibit "A" made a part of this order. These wells are located on federal leases and federal Communitization agreements located in, Township 23 South, Range 29 East, and Township 24 South, Range 29 East NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The following represents the minimum standards approved by Hearing Order R-14299. Applicant may use more stringent measurement methods at their own discretion.

It is understood that the test separator and meters are designed to accurately measure production from the wells with the highest production rate. It is also assumed that all the oil and gas production from the wells in this application will display a hyperbolic decline and will fit the decline parameters described in Hearing Order R-14299. Wells that are in "prior- to" Range 1 of decline shall be tested daily. Wells that are in Range 1 of decline shall be measured with a combination of metering and well testing and shall be tested at least three times a month. Wells that are in Range 2 of decline shall be measured with a combination of metering and well testing and shall be tested at least twice a month. Wells in Range 3 of decline shall be measured with a combination of metering and well testing and shall be tested at least once a month.

The commingled oil production from the wells detailed above shall be measured and sold at the Corral Canyon Central Tank Battery (CTB), located in Unit P of Section 5, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico.

For future additions of wells, leases, and pools to this commingling operation, notice shall only be given to those interest owners in the wells, leases or pools to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

XTO Energy, Inc. shall provide a Sundry Notice to the Engineering Bureau in Santa Fe when a test separator is removed.

This approval is subject to like approval from the Bureau of Land Management before commencing commingling operations.

This administrative application was protested by Lynn Charuk; however, the protest was later withdrawn.

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.



Adrienne Sandoval
Director

AS/mam

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad

Exhibit A

Exhibit A: Corral Canyon wells

Well	Property Code	API	Pool	Horizontal Specing Unit	Range of Decline
Corral Canyon Federal 005H	Federal Communitization Agreement 13502	30-015-42924	Willow Lake; Bone Spring, SE. (96217)	Lot 4/ Unit D, NW/4 SW/4 and W/2 SW/4 (W/2 W/2 equivalent) of Section 4	3
Corral Canyon Federal 007H	Proposed Corral Canyon Federal 007H CA	30-015-42926	Willow Lake; Bone Spring, SE. (96217)	Lot 2/ Unit B, SW/4 NE/4 and W/2 SE/4 (W/2 E/2 equivalent) of Section 4	N/A
Corral Canyon Federal 008H	Proposed Corral Canyon Federal 008H CA	30-015-43709	Willow Lake; Bone Spring, SE. (96217)	Lot 1/ Unit A, SE/4 NE/4 and E/2 SE/4 (E/2 E/2 equivalent) of Section 4	N/A
Corral Canyon Federal 017H	Federal Communitization Agreement 13502	30-015-42929	Corral Canyon; Delaware, NW (96464)	Lot 4/ Unit D, NW/4 SW/4 and W/2 NW/4 (W/2 W/2 equivalent) of Section 4	3
Corral Canyon Federal 018H	Proposed Corral Canyon Federal 018H CA	30-015-43717	Corral Canyon; Delaware, NW (96464)	Lot 3/ Unit C, SE/4 NW/4 and E/2 SW/4 (W/2 W/2 equivalent) of Section 4	N/A
Corral Canyon Federal 019H	Proposed Corral Canyon Federal 019H CA	30-015-43710	Corral Canyon; Delaware, NW (96464)	Lot 2/ Unit B, SW/4 NE/4 and W/2 SE/4 (W/2 E/2 equivalent) of Section 4	N/A
Corral Canyon Federal 020H	Federal Lease NMNM 051302	30-015-43711	Corral Canyon; Delaware, NW (96464)	Lot 1/ Unit A, SE/4 NE/4 and E/2 SE/4 of Section 4	Dedicated meter
Corral Canyon Federal 212H	Pending Corral Canyon Federal 212H Agreement	30-015-45427	Willow Lake; Bone Spring, SE. (96217)	Lot 2/ Unit B, SW/4 NE/4 and W/2 SE/4 (W/2 E/2 equivalent) of Section 4 and W/2 E/2 of Section 9	N/A
Corral Canyon Federal COM 001H	Federal Communitization Agreement 136965	30-015-43428	Willow Lake; Bone Spring, SE. (96217)	Lot 4/ Unit D, SW/4 NW/4 and W/2 SW/4 of Section 5 W/2 SW/4 of Section 32-24S-29E and Lot 3/ Unit C, SE/4 NW/4 and E/2 SW/4 of Section 5	Dedicated meter
Corral Canyon Federal COM 002H	Federal Communitization Agreement 136963	30-015-42921	Willow Lake; Bone Spring, SE. (96217)	W/2 SE/4 of Section 32-24S-29E and Lot 2/ Unit B, SW/4 NE/4 and W/2 SE/4 of Section 5	3
Corral Canyon Federal COM 003H	Federal Communitization Agreement 13502	30-015-42922	Willow Lake; Bone Spring, SE. (96217)	E/2 SE/4 of Section 32-24S-29E and Lot 1/ Unit A, SE/4 NE/4 and E/2 SE/4 of Section 5	Dedicated meter
Corral Canyon Federal COM 004H	Federal Communitization Agreement 13502	30-015-42923	Willow Lake; Bone Spring, SE. (96217)	E/2 W/2 of Section 9 and E/2 W/2 of Section 16	Dedicated meter
Corral Canyon Federal COM 006H	Proposed Corral Canyon Federal 006H CA	30-015-42925	Willow Lake; Bone Spring, SE. (96217)	W/2 W/2 of Section 8 and W/2 W/2 of Section 17	3
Corral Canyon Federal COM 013H	Communitization Agreement CA NMNM 139615	30-015-43493	Corral Canyon; Delaware, NW (96464)	E/2 W/2 of Section 8 and E/2 W/2 of Section 17	3
Corral Canyon Federal COM 014H	Communitization Agreement CA NMNM 139616	30-015-43474	Corral Canyon; Delaware, NW (96464)	W/2 E/2 of Section 8 and W/2 E/2 of Section 17	1
Corral Canyon Federal COM 015H	Communitization Agreement CA NMNM 314121	30-015-42927	Willow Lake; Bone Spring, SE. (96217)	E/2 E/2 of Section 8 and E/2 E/2 of Section 17	1
Corral Canyon Federal COM 016H	Communitization Agreement CA NMNM 314121	30-015-42928	Willow Lake; Bone Spring, SE. (96217)	W/2 W/2 of Section 9 and W/2 W/2 of Section 16	Dedicated meter
Corral Canyon Federal COM 029H	Communitization Agreement CA NMNM 317429	30-015-44641	Willow Lake; Bone Spring, SE. (96217)		

Wells are assumed to be located in Township 24 South, Range 29 East unless stated

N/A wells have not been drilled

Dedicated meter wells shall be measured at the surface location of each well. If the off-site measurement is not successful, the wells will be measured and stored at the CTB