

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



July 30, 2019

Administrative Order PLC-588
Amends Administrative Application PLC-506

MATADOR PRODUCTION COMPANY
Attention: Ms. Kaitlyn Luck

Pursuant to your application received on July 9, 2019, Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production and off lease-measure from the following pools located in Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico;

RUSSELL; BONE SPRING	(52805)
BURTON FLAT; WOLFCAMP, EAST OIL	(98315)
BURTON FLAT; WOLFCAMP, EAST (GAS)	(73480)
WC-015 G-04; S202920D; BONE SPRING	(98015)

and from the following diversely owned federal wells, and federal leases in said Section, Township, and Range in Eddy County, New Mexico.

Lease:	Stebbins 19 Federal Well No. 124H; Hearing Order R-14433	
Description:	Lot 4/ Unit M, S/2 SE/4, and SE/4 SW/4 (S/2 S/2 equivalent) of Section 19	
Wells:	Stebbins 19 Federal Well No. 124H	API 30-015-44172
	Stebbins 19 Federal Well No. 137H	API 30-015-44187
Pool:	Russell; Bone Spring	

Lease:	Federal Lease 03677	
Description:	Lot 3/ Unit L, N/2 SE/4, and NE/4 SW/4 (N/2 S/2 equivalent) of Section 19	
Well:	Stebbins 19 Federal Com Well No. 204H	API 30-015-44167
Pool:	Burton Flat; Upper Wolfcamp East Oil	

Lease:	Stebbins 20 Federal Well No. 124H; Hearing Order R-14263	
Description:	S/2 S/2 of Section 20	
Wells:	Stebbins 20 Federal Well No. 124H	API 30-015-44185
	Stebbins 20 Federal Well No. 134H	API 30-015-44175
Pool:	WC-015 G-04; S202920D; Bone Spring	

Lease: Stebbins 20 Federal Well No. 204H; Hearing Order R-14722
Description: S/2 of Section 20
Wells: Stebbins 20 Federal Well No. 204H API 30-015-44177
Pool: Burton Flat; Wolfcamp, East (Gas)

The commingled oil and gas production from the wells shall be measured and sold at the Stebbins 19 and 20 Central Tank Battery (CTB), located in Unit M of Section 20, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each well will flow into a dedicated 3-phase separator. The production stream will be separated into 3 independent streams by the separator and each stream will be measured individually after it exits the separator, before commingling.

For future additions of wells and leases to this commingling operation, notice shall only be given to those interest owners in the wells and leases 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.

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

This administrative application supersedes Administrative Order PLC-506, issued on May 15, 2018. This administrative order adds the Stebbins 19 Federal Well No. 124H, Stebbins 19 Federal Well No. 137H, and the Stebbins 19 Federal Well No. 204H. The Stebbins 20 Federal Well No. 123H, and the Stebbins 20 Federal Well No. 133H are removed.

The Operator shall notify the transporter of this commingling authority and the Artesia District Office prior to implementation of 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