

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



August 29, 2018

Surface Commingling Order PLC-516

MATADOR PRODUCTION COMPANY
Attention: Ms. Jordan Kessler

Pursuant to your application received on August 8, 2018, 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 Section 1, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico;

CULEBRA BLUFF; BONE SPRING, SOUTH (15011)
PURPLE SAGE; WOLFCAMP (GAS) (98220)

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

Lease:	Dr Scrivner Federal 01 24S 28E RB Well No. 124H Lease	
Description:	S/2 S/2 of Section 1	
Well:	Dr Scrivner Federal 01 24S 28E RB Well No. 124H	API 30-015-43820
Pool:	Culebra Bluff; Bone Spring, South	
Lease:	Dr Scrivner Federal 01 24S 28E RB Well No. 123H Lease	
Description:	N/2 S/2 of Section 1	
Well:	Dr Scrivner Federal 01 24S 28E RB Well No. 123H	API 30-015-Pending
Pool:	Culebra Bluff; Bone Spring, South	
Lease:	Dr Scrivner Federal 01 24S 28E RB Well No. 204H Lease	
Description:	S/2 of Section 1	
Wells:	Dr Scrivner Federal 01 24S 28E RB Well No. 204H	API 30-015-43821
	Dr Scrivner Federal 01 24S 28E RB Well No. 208H	API 30-015-43822
	Dr Scrivner Federal 01 24S 28E RB Well No. 224H	API 30-015-43823
	Dr Scrivner Federal 01 24S 28E RB Well No. 228H	API 30-015-43824
	Dr Scrivner Federal 01 24S 28E RB Well No. 203H	API 30-015-Pending
	Dr Scrivner Federal 01 24S 28E RB Well No. 207H	API 30-015-Pending
	Dr Scrivner Federal 01 24S 28E RB Well No. 223H	API 30-015-Pending
	Dr Scrivner Federal 01 24S 28E RB Well No. 227H	API 30-015- Pending
Pool:	Purple Sage; Wolfcamp (Gas)	

The commingled oil and gas production from the wells shall be measured and sold at the Dr. Scrivner Central Tank Battery (CTB), located in Unit I of Section 1, Township 24 South, Range 28 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.

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

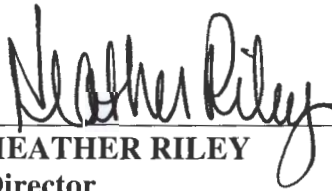
This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

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

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

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.


HEATHER RILEY
Director

HR/mam

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