

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



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-870

September 19, 2018

APACHE CORPORATION

Attention: Ms. Alicia Fulton

Apache Corporation (OGRID 873) is hereby authorized to surface commingle oil and gas production and off-lease measure from Palmillo; Bone Spring, Southwest Pool (Pool code 96413) from the following diversely owned states leases and wells located in Township 19 South, Range 28 East, NMPM in Eddy County, New Mexico:

Lease:	New Mexico State Land Office Lease X006480154	
Description:	S/2 N/2 and S/2 S/2 of Section 14	
Wells:	Palmillo 14 15 State Well No. 2H	API No. 30-015-44043
	Palmillo 14 15 State Well No. 3H	API No. 30-015-44045
	Palmillo 14 15 State Well No. 301H	API No. 30-015-44040
Lease:	Palmillo 14 15 State Well No. 207H Communitization Agreement	
Description:	Entire Section 15	
Wells:	Palmillo 14 15 State Well No. 207H	API No. 30-015-44668
	Palmillo 14 15 State Com Well No. 208H	API No. 30-015-44669
	Palmillo 14 15 State Well No. 205H	API No. 30-015-44667
	Palmillo 14 15 State Well No. 206H	API No. 30-015-44675

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Palmillo 14-15 State 3 Battery (CTB), located in Unit E, Section 14, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The Palmillo 14 15 State Well No. 2H, Palmillo 14 15 State Well No. 3H, and Palmillo 14 15 State and Palmillo 14 15 State Well No. 301H shall be measured with a combination of metering and well testing. The Palmillo 14 15 State Well No. 207H, Palmillo 14 15 State Com Well No. 208H, Palmillo 14 15 State Well No. 205H, and Palmillo 14 15 State Well No. 206H shall be separately metered for oil and gas production

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

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.

Subsequent wells within leases approved by this order may be added to this administrative surface commingle application with a Sundry notice to the Engineering Bureau.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

This administrative order is subject to like approval from the New Mexico State Land Office.

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


HEATHER RILEY
Director

HR/mam

cc: Oil Conservation Division – Artesia
New Mexico State Land Office – Oil, Gas, and Minerals