

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



June 21, 2019

Surface Commingling Order PLC-570

MUSTANG RESOURCES LLC
Attention: Ms. Darlene Hadlock

Pursuant to your application received on May 31, 2019, Mustang Resources LLC (OGRID 373495) is hereby authorized to surface commingle gas production from the following pools located in Section 29, Township 29 North, Range 9 West, NMPM, San Juan County, New Mexico;

BASIN FRUITLAND COAL (GAS)	(71629)
OTERO CHACRA (GAS)	(82329)

and from the following diversely owned federal wells and leases in Section 29, Township 29 North, Range 9 West, in San Juan County, New Mexico.

Lease:	Federal Lease NMSF 080245-B	
Dedication:	NE/4 of Section 29	
Well:	LV Hamner B Well No. 1	API 30-045-07900
Pool:	Otero Chacra (Gas)	

Lease:	Federal Lease NMSF 080245-B	
Dedication:	E/2 equivalent) of Section 29	
Well:	AB Geren Well No. 6	API 30-045-27362
Pools:	Basin Fruitland Coal (Gas)	

The commingled gas production from the wells detailed above shall be measured and sold at the AB Geren Well No. 6 Central Tank Battery (CDP) located in Unit B of Section 29, Township 29 North, Range 9 West, NMPM, San Juan County, New Mexico.

Production from the subject wells shall be determined as follows:


The wells shall be measured with a combination of metering and subtraction. AB Geren Well No. 6 shall be metered continuously prior to commingling with the LV Hamner B Well No. 1. Production from the LV Hamner B Well No. 1 shall be determined by subtracting the metered production at the CDP minus the metered production at the AB Geren Well No. 6.

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.

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

This administrative order is subject to like approval from the Bureau of Land Management.


Adrienne Sandoval
Director

AS/mam

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington