## 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 Cabinet Secretary Adrienne E. Sandoval, Division Director Oil Conservation Division



June 21, 2019

Surface Commingling Order PLC-579

## MATADOR PRODUCTION COMPANY

Attention: Ms. Kaitlyn Luck

Pursuant to your application received on May 31, 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 Section 17, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico;

DOGIE DRAW; DELAWARE (97779) DOGIE DRAW; WOLFCAMP (17980)

and from the following diversely owned federal wells and proposed communitization agreements in said Section, Township, and Range in Lea County, New Mexico.

Lease: Proposed Leslie Federal Com Well No. 021H Communitization Agreement

Description: W/2 W/2 of Section 17

Well: Leslie Federal Com Well No. 021H API 30-025-44543

Pool: Dogie Draw; Delaware

Lease: Proposed Leslie Federal Com Well No. 201H Communitization Agreement

Description: W/2 W/2 of Section 17

Wells: Leslie Federal Com Well No. 201H API 30-025-44544

Leslie Federal Com Well No. 215H API 30-025-44546

Pool: Dogie Draw; Wolfcamp

Lease: Proposed Leslie Federal Com Well No. 202H Communitization Agreement

Description: E/2 W/2 of Section 17

Well: Leslie Federal Com Well No. 202H API 30-025-44812

Pool: Dogie Draw; Wolfcamp

The commingled oil and gas production from the wells shall be measured and sold at the Leslie Federal West Central Tank Battery (CTB), located in Unit N of Section 17, Township 25 South, Range 35 East, NMPM, Lea 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.

The Operator shall notify the transporter of this commingling authority and the Hobbs 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

**Oil Conservation Division Director** 

AES/mam

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