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



August 22, 2019

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-902

SG INTERESTS I LTD

Attn: Mr. William Schwab III

SG Interests I LTD (OGRID 20572) is hereby authorized to surface commingle gas production from diversely owned leases and wells identified in Attachment A and made part of this order. These wells and leases produce from Basin Fruitland Coal (Gas) Pool (Pool code 71629) and are located on Federal, Indian Allotte, and State leases located in McKinley and Sandoval Counties, in New Mexico.

Production from the subject wells shall be determined as follows:

The gas production from wells in Attachment A shall be sold at the El Pintado CDP (FMP) located in Units F and G, Section 10, Township 20 North, Range 6 West, NMPM, Sandoval County New Mexico.

Production from the subject wells shall be determined as follows:

The gas production from each of the wells shall be measured separately before commingling at the gatherer meter.

The operator shall notify the transporter of this commingling authority.

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 administrative order supersedes any previous administrative order for gas measurement only for wells listed in Exhibit A.

The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the **Bureau of Land Management** and **New Mexico State Land Office** before commencement of the commingling operations.

Adrienne Sandoval

Director

cc: Oil Conservation Division District Office – Aztec

United States Bureau of Land Management - Farmington New Mexico State Land Office - Oil, Gas, and Minerals

Exhibit A

Exhibit A: SGI Wells					
WELLNAME	API NUMBER	Spacing Unit	LEASE #	EXISTING SURFACE COMMINGLING ORDER #	
Federal 20-6-3 #3	30-031-21069-00	S/2 -3 T20N 6W	NMNM53926	#CTB-587 of 1/28/2008	
Federal 20-6-4 #4	30-031-21068-00	S/2- 4 T20N 6W	NMNM53926	#CTB-587 of 1/28/2008	
Federal 20-6-10 #1	30-031-21071-00	S/2 - T20N 6W	NMNM24964	#CTB-587 of 1/28/2008	
Federal 21-6-19 #3	30-043-21047-00	Lot 3/ Unit L, Lot 4/ Unit M, SE/4,and E/2 SE/4 (S/2 equivalent)-19 T 21N 6W	NMNM99731	#CTB-587-B of 1/20/2010	
Federal 21-6-19 #4	30-043-21070-00	Lot 3/ Unit L, Lot 4/ Unit M, SE/4,and E/2 SE/4 (S/2 equivalent)-19 T 21N 6W	NMNM99731	#CTB-587-B of 1/20/2010	
Federal 21-6-28 #3	30-043-21010-00	W/2-28 21N 6W	NMNM113429	#CTB-587-A of 6/11/2009	
Federal 21-6-29 #1	30-043-21056-00	N/2-29 21N 6W	NMNM99732	#CTB-587-A of 6/11/2009	
Federal 21-6-29 #2	30-043-21057-00	N/2-29 21N 6W	NMNM99732	#CTB-587-A of 6/11/2009	
Federal 21-6-29 #3	30-043-21015-00	S/2-29 21N 6W	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-29 #4	30-043-21004-00	S/2-29 21N 6W	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-30 #1	30-043-21058-00	E/2-30 21N 6W	NMNM99732	#CTB-587-A of 6/11/2009	
Federal 21-6-30 #2	30-043-21059-00	Lot 1/ Unit D, Lot 2/ Unit E, Lot 3/ Unit L, Lot 4/ Unit M and E/2 W/2 (W/2 equ	NMNM99732	#CTB-587-A of 6/11/2009	
Federal 21-6-30 #3	30-043-21001-00	Lot 1/ Unit D, Lot 2/ Unit E, Lot 3/ Unit L, Lot 4/ Unit M and E/2 W/2 (W/2 equi	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-30 #4	30-043-21103-00	E/2-30 T21N 6W	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-31 #1	30-043-21029-00	Lot 1/ Unit D, Lot 2/ Unit E, NE/4 , and E/2 NW/4 (N/2 equivalent)-31 T 21N 6V	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-32 #1	30-043-21069-00	E/2-32 T21N 6W	NMNM99732	#CTB-587-C of 10/25/2011	
Federal 21-6-32 #2	30-043-21011-00	W/2-32 T21N 6W	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-32 #3	30-043-21028-00	W/2-32 T21N 6W	NMNM99732	#CTB-587 of 1/28/2008	
Federal 21-6-34 #1	30-043-21025-00	E/2-34 T21N 6W	NMNM99733	#CTB-587 of 1/28/2008	
Federal 21-6-34 #2	30-043-21016-00	W/2-34 T21N 6W	NMNM99733	#CTB-587 of 1/28/2008	
Federal 21-6-34 #3	30-043-21026-00	W/2-34 T21N 6W	NMNM99733	#CTB-587 of 1/28/2008	
Federal 21-6-34 #4	30-043-21027-00	E/2-34 T21N 6W	NMNM99733	#CTB-587 of 1/28/2008	
Federal 21-7-19 #3	30-043-21049-00	Lot 1/ Unit D, Lot 2/ UnitE, E/2 NW/4, and SW/4 (W/2 equivalent)19 T 21N 7	NMNM99737	#CTB-587-B of 1/20/2010	
Federal 21-7-25 #2	30-043-21072-00	W/2-25 21N 7W	NMNM99739	#CTB-587-C of 10/25/2011	
Federal 21-7-25 #3	30-043-21017-00	W/2-25 21N 7W	NMNM99739	#CTB-587-A of 6/11/2009	
Federal 21-7-26 #1	30-043-21062-00	N/2-26 21N 7W	NMNM99739	#CTB-587-A of 6/11/2009	
Federal 21-7-26 #2	30-043-21068-00	N/2-26 21N 7W	NMNM99739	#CTB-587-C of 10/25/2011	
Federal 21-7-27 #1	30-043-21071-00	N/2-27 21N 7W	NMNM99739	#CTB-587-C of 10/25/2011	
Federal 21-7-35 #1	30-043-21060-00	E/2-35 T21N 7W	NMNM99739	#CTB-587-A of 6/11/2009	
Pot Mesa #4	30-031-20890-00	N/2-10 T20N 6W	NMNM24964	#CTB-587 of 1/28/2008	
State 20-6-16 #1	30-031-21080-00	E/2 -16 T20N 6W	STATE VA 2344	#CTB-587 of 1/28/2008	
State 20-6-16 #2	30-031-21091-00	W/2-16 T20N 6W	STATE VA 2322	#CTB-587 of 1/28/2008	
Navajo 20-6-6 #1	30-031-21096-00	Lot 1/ Unit A, Lot 2/ Unit B, S/2 NE/4, and SE/4 (E/2 equivalent) of -6 T 20N 6V	NOG-0103-1459	. N/A	
Navajo 21-6-20 #4	30-043-21039-00	S/2 -6 T21N 6W	NOG-0108-1496	N/A	
Navajo 21-7-24 #4	30-043-21238-00	E/2 -24 T21N 7W	NO-G-1001-1766	N/A	
Navajo 21-7-25 #4	30-043-21239-00	E/2 -25 T21N 7W	NO-G-1001-1767	, N/A	
		1	NO-G-1001-1768		