

State of New Mexico  
Energy, Minerals and Natural Resources Department

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Deputy Secretary

**Adrienne Sandoval, Director**  
Oil Conservation Division



November 7, 2019

**CENTRAL TANK BATTERY**

**Administrative Order CTB-918**

Ridgeway Arizona Oil Corporation  
Attention: William Boyd  
575 N Dairy Ashford Rd, Suite 210, Energy Center II, Houston, TX 77079

Pursuant to your application received on September 17, 2019, Ridgeway Arizona Oil Corporation ("Ridgeway") is hereby authorized to surface commingle oil and gas production and off-lease measure from the wells and associated leases identified in Exhibit A and incorporated by reference into this Order. The wells produce from the CHAVEROO; SAN ANDRES pool (12049) and are located in Section 34, Township 7 South, Range 33 East, NMPM, Roosevelt County, New Mexico and Section 2, Township 8 South, Range 33 East, NMPM, Chaves County, New Mexico.

Production from the wells shall be determined as follows:

The oil and gas production from each well shall flow into its own dedicated three-phase separator. The production stream shall be separated into three independent streams and each stream shall be measured individually before commingling. Additional gas gathered from process equipment after commingling shall be measured and allocated to each well based on the individual well's production.

The commingled oil production from the wells shall be measured by a lease automatic custody transfer ("LACT") meter and sold at the respective central tank battery ("CTB") described in Exhibit A.

The commingled gas production from the wells shall be measured at the CTB using a custody transfer meter except when the gas pipeline is experiencing problems at which time the commingled gas production from the wells shall be measured using the appropriate meters.

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.

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Ridgeway may add subsequently drilled wells that produce from the approved pools within the project areas by submitting a Sundry Notice C-103 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 the New Mexico State Land Office before commencing commingling operations.

Ridgeway shall notify the Hobbs District Office before commingling oil and gas production.

Ridgeway shall comply with all Division Rules and Regulations.



Adrienne Sandoval  
Director

AS/dm

cc:   OCD – Engineering Bureau  
      OCD – Hobbs District Office  
      New Mexico State Land Office

State of New Mexico  
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## Exhibit A

Administrative Order: **CTB-918**

Date: **11/07/19**

Operator: **Ridgeway Arizona Oil Corporation**

Central Tank Battery: **Haley Chaveroo Facility**

Central Tank Battery Location: **Section 34, Township 7 South, Range 33 East**

### Pools

Pool Name	Pool Code	Pool Name	Pool Code
<b>CHAVEROO; SAN ANDRES</b>	<b>12049</b>		

### Leases

<b>KO-1369-0007</b>	<b>KO-2019-0014</b>
<b>EO-9235-0010</b>	<b>KO-0527-0002</b>
<b>KO-3935-0001</b>	<b>OG-1062-0001</b>
<b>OG-1195-0006</b>	<b>BO-8638-0033</b>

### Wells

Well API	Well Name	Pool Code	Location	Train
<b>30-041-20976</b>	<b>Haley Chaveroo SA Unit 305H</b>	<b>12049</b>	<b>Sec 34-T7S-R33E</b>	
<b>30-041-20984</b>	<b>Haley Chaveroo SA Unit 345H</b>	<b>12049</b>	<b>Sec 34-T7S-R33E</b>	
<b>30-041-20986</b>	<b>Haley Chaveroo SA Unit 301H</b>	<b>12049</b>	<b>Sec 34-T7S-R33E</b>	
<b>30-041-20987</b>	<b>Haley Chaveroo SA Unit 303H</b>	<b>12049</b>	<b>Sec 34-T7S-R33E</b>	
<b>30-005-29220</b>	<b>KM Chaveroo San Andres Unit 202H</b>	<b>12049</b>	<b>Sec 2-T8S-R33E</b>	