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



November 18, 2019

POOL/LEASE COMMINGLING

Administrative Order PLC-619

Matador Production Company Attention: Ben Peterson 5400 LBJ Freeway Tower 1 Suite 1500 Dallas, TX 75240

Pursuant to your application received on October 18, 2019, Matador Production Company ("Operator") is hereby authorized to surface commingle oil and gas production and off-lease measure from the pools, wells, and associated leases identified in Exhibit A and incorporated by reference into this Order. The wells are located in Section 18, Township 25 South, Range 35 East, NMPM, Lea 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.

Operator 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 Bureau of Land Management before commencing commingling operations.

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

Operator shall comply with all Division Rules and Regulations.

Adrienne Sandoval

Director

AS/dm

cc: OCD – Engineering Bureau

OCD – Hobbs District Office Bureau of Land Management

State of New Mexico

Energy, Minerals and Natural Resources Department

Exhibit A

Administative Order: PLC-619

Date: 11/18/19

Operator: Matador Production Company

Central Tank Battery: Biggers Fed West Tank Battery

Central Tank Battery Location: Section 18, Township 25 South, Range 35 East

Pools

Pool Name

Pool Code 97779

Pool Name

Pool Code

DOGIE DRAW; DELAWARE DOGIE DRAW; WOLFCAMP

17980

Leases

NMNM 125659 NMNM 136226

(Fee) S/2 NE Sec18-T25S-R35E

		Wells		
Well API	Well Name	Pool Code	Location	Train
30-025-44480	Biggers Federal Com 024H	97779	Sec18-T25S-R35E	
30-025-44645	Biggers Federal Com 203H	17980	Sec18-T25S-R35E	
30-025-44483	Biggers Federal Com 214H	17980	Sec18-T25S-R35E	
30-025-44646	Biggers Federal Com 217H	17980	Sec18-T25S-R35E	