

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION FOR SURFACE COMMINGLING
SUBMITTED BY XTO ENERGY, INC.**

ORDER NO. PLC-648

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having considered the application, issues the following Order.

FINDINGS OF FACT

1. XTO Energy, Inc. (“Applicant”) submitted a complete application to surface commingle and off-lease measure the oil and gas production (“Application”) from the wells, pools, and leases identified in Exhibit A.
2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the wells, pools, and leases to be commingled is identical as defined in 19.15.12.7(B) NMAC.
3. Applicant proposed a method to allocate the oil and gas production to the wells, pools, and leases to be commingled.
4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless whether they have a right or option to take their interests in kind, in accordance with 19.15.12.10(C)(4)(c) NMAC and 19.15.12.10(C)(4)(e) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
5. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

CONCLUSIONS OF LAW

6. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
7. To the extent that ownership is diverse, Applicant satisfied the notice requirements for the Application.
8. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Effective February 12, 2020, Applicant is authorized to surface commingle and off-lease measure oil and gas production from the wells, pools, and leases identified in Exhibit A.
2. The oil and gas production from each well shall be separated and metered individually prior to commingling.
3. Applicant shall measure the commingled oil at the central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
4. Applicant shall measure the commingled gas at the central delivery point described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.
5. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
6. Applicant may add subsequently drilled wells to this Order in accordance with 19.15.12.10(C)(4)(g) NMAC by submitting a Form C-107-B via the OCD Fee Portal.
7. OCD reserves the right to modify or revoke this Order if it is deemed necessary to prevent waste or protect correlative rights, public health, or the environment.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**ADRIENNE SANDOVAL
DIRECTOR**

DATE: 2/12/2020

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-648

Operator: XTO Energy, Inc. (5380)

Central Tank Battery: Lone Shocker Battery

Central Tank Battery Location (NMPM): Section 32, Township 25 South, Range 29 East

Gas Custody Transfer Meter Location (NMPM): Section 32, Township 25 South, Range 29 East

Pools

Pool Name	Pool Code
ROCK SPUR; BONE SPRING	52775
PURPLE SAGE; WOLFCAMP (GAS)	98220

Leases as defined in 19.15.12.7(C) NMAC

Lease	Location (NMPM)	
VB 7925 (Bone Spring)	E/2 E/2	Sec 32-T25S-R29E
VB 7925 (Wolfcamp)	E/2 E/2	Sec 32-T25S-R29E

Wells

Well API	Well Name	Location (NMPM)	Pool Code	Train
30-015-45772	Lone Watie 32 State 168H	A-32-25S-29E	98220	
30-015-36220	Shocker 32 State 3H	A-32-25S-29E	52775	