

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



December 14, 2016

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-459
Administrative Application Reference No. pMAM1633337273

Matador Production Company
Attention: Ms. Jordan Kessler

Pursuant to your application received on November 23, 2016, Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production from the following pools located in Section 25, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico;

WILLOW LAKE; BONE SPRING (64450)
PIERCE CROSSING; WOLFCAMP (50373)

and from the following diversely owned fee leases in said Section, Township, and Range in Eddy County, New Mexico.

Lease: Paul 25 24S 28E RB Well No. 121H Bone Spring
Description: N/2 N/2 of Section 25
Well: Paul 25 24S 28E RB Well No. 121H 30-015-43011
Pool: Willow Lake; Bone Spring

Lease: Paul 25 24S 28E RB Well No. 221H Wolfcamp
Description: N/2 N/2 of Section 25
Well: Paul 25 24S 28E RB Well No. 221H 30-015-43018
Pool: Pierce Crossing; Wolfcamp

The combined project area for these wells include N/2 N/2 of Section 25, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Paul Central Tank Battery (CTB) located in Unit D of Section 25, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the wells in the diversely-owned leases shall be separately metered using allocation meters.

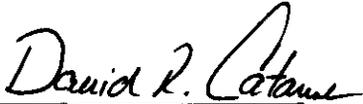
The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2).

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 operator shall notify the transporter of this commingling authority.

The operator shall notify the Artesia District office of the Division upon commencement of commingling operations.

DONE at Santa Fe, New Mexico, December 14, 2016.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Artesia