

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



May 17, 2017

Surface Commingling Order PLC-471
Administrative Application Reference No. pKSC1711647610

FASKEN OIL AND RANCH LTD
Attention: Ms. Addison Long

Pursuant to your application received on April 26, 2017, Fasken Oil and Ranch LTD (OGRID 151416) is hereby authorized to surface commingle gas production from the following pools located in Section 31, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico;

APACHE RIDGE; BONE SPRING (2260)
TONTO; WOLFCAMP (96794)

and from the following diversely owned federal wells and leases in said Section, Township, and Range in Lea County, New Mexico.

Lease: Ling Federal Well No. 3 Lease; Federal Lease NMNM 14496
Description: NW/4 NE/4 of Irregular Section 31, Township 19 South, Range 34 East
Well: Ling Federal Well No. 3 API 30-025-38608
Pool: Apache Ridge; Bone Spring

Lease: Ling Federal Well No. 4 Lease; Federal Lease NMNM 14496
Description: NW/4 SE/4 of Irregular Section 31, Township 19 South, Range 34 East
Well: Ling Federal Well No. 4 API 30-025-38748
Pool: Apache Ridge; Bone Spring and Tonto; Wolfcamp

Lease: Ling Federal Well No. 5 Lease; Federal Lease NMNM 14496
Description: Lot 1 (NW/4 NW/4) of Irregular Section 31, Township 19 South, Range 34 East
Well: Ling Federal Well No. 5 API 30-025-39121
Pool: Apache Ridge; Bone Spring

Lease: Ling Federal Well No. 6 Lease; Federal Lease NMNM 14496
Description: Lot 2 (SW/4 NW/4) of Irregular Section 31, Township 19 South, Range 34 East
Well: Ling Federal Well No. 6 API 30-025-39122
Pool: Apache Ridge; Bone Spring

The combined oil spacing and units for these wells include NW/4 NE/4, W/2 N/4, and NW/4 SE/4 of Irregular Section 31, Township 19 North, Range 34 East, NMPM, Lea County, New Mexico.

Commingled gas production from the wells shall be measured and sold at the Ling Federal Well No. 3 Tank Battery (CTB), located in Unit B of Irregular Section 31, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico.

The gas production from the diversely owned wells and leases, with the exception of the Ling Federal Well No. 4 shall be continuously metered at the CTB before commingling. The Ling Federal Well No. 4 shall be metered separately at the well head, before commingling at the CTB.

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

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

The Operator shall notify the transporter of this commingling authority and the Artesia District Office prior to implementation of commingling operations.

This Order supersedes Administrative Order CTB-598-A, issued on July 20, 2004. This amended administrative adds the Ling Federal Well No. 4 Lease. Further, this this administrative order is for measurement of gas production only. Lastly, this amended administrative order adds the Tonto; Wolfcamp Pool

This approval is subject to like approval from the **Bureau of Land Management** before commencement of the commingling operations.

Done at Santa Fe, New Mexico, on May 17, 2017.


DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Hobbs
Bureau of Land Management – Carlsbad