

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



November 27, 2018

Surface Commingling Order PLC-535

BTA OIL PRODUCERS, LLC
Attention: Mr. Ben Stone

Pursuant to your application received on November 6, 2018, BTA Oil Producers, LLC (OGRID 260297) is hereby authorized to surface commingle oil and gas production and off lease-measure from the following pools located in Township 22 South, Range 34 East, NMPM, Lea County, New Mexico;

GRAMA RIDGE; BONE SPRINGS, WEST (28432)
WILDCAT; BONE SPRING (OIL) (97922)

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

Lease: Federal Communitization Agreement NMNM 136767
Description: W/2 W/2 of Section 9, and W/2 W/2 of Section 16, all in Township 22 South, Range 34 East
Well: Grama 8817 JV-P Federal Com Well No. 2H API 30-025-43426
Pool: Grama Ridge; Bone Springs, West

Lease: Pending Grama 8817 16-9 Federal Com Well No. 4H Communitization Agreement
Description: E/2 and the E/2 W/2 of Section 9, and E/2 and the E/2 W/2 of Section 16, all in Township 22 South, Range 34 East
Wells: Grama 8817 16-9 Federal Com Well No. 4H API 30-025-43870
Grama 8817 16-9 Federal Com Well No. 4H API 30-025-43871
Pool: Wildcat; Bone Spring (Oil)

The commingled oil and gas production from the wells shall be measured and sold at the Grama Federal Commingle Central Tank Battery (CTB), located in Unit P of Section 16, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each well will flow into a dedicated 3-phase separator. The production stream will be separated into 3 independent streams by the separator and each stream will be measured individually after it exits the separator, before commingling.

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.

This approval is subject to like approval from Bureau of Land Management before commencing commingling operations.

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

Subsequently drilled wells that produce from the subject pool within the horizontal spacing units approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.



HEATHER RILEY
Director

HR/mam

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