

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 Cabinet Secretary

**Adrienne E. Sandoval, Division Director**  
Oil Conservation Division



March 12, 2019

Surface Commingling Order PLC-564

**MATADOR PRODUCTION COMPANY**  
Attention: Mr. Michael Feldewert

Pursuant to your application received on March 22, 2019, Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production and off lease-measure from the following pools located in Section 22, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico;

TOWNSEND; PERMO UPPER PENN (59847)  
KEMNITZ; MORROW (GAS) (79440)

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

Lease: Northeast Kemnitz Well No. 233H Communitization Agreement  
Description: W/2 E/2 of Section 22  
Well: Northeast Kemnitz Well No. 233H API 30-025-44722  
Pool: Townsend; Permo Upper Penn

Lease: Proposed Northeast Kemnitz 22 State Well No. 12 Communitization Agreement  
Description: S/2 of Section 22  
Well: Northeast Kemnitz 22 State Well No. 12 API 30-025-45449  
Pool: Kemnitz; Morrow (Gas)

The commingled oil and gas production from the wells shall be measured and sold at the Northeast Kemnitz Central Tank Battery (CTB), located in Unit O of Section 22, Township 16 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.

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.

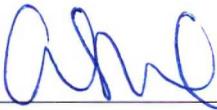
Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The 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 New Mexico State Land Office 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.

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



---

**ADRIENNE E. SANDOVAL**  
**Oil Conservation Division Director**

AES/mam

cc: Oil Conservation Division – Hobbs  
New Mexico State Land Office – Oil, Gas, and Minerals