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 Secretary

Gabriel Wade, Acting Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-892

March 26, 2019

WPX Energy Permian, LLC Attention: Ms. Caitlan O'Hair

WPX Energy Permian, LLC (OGRID 246289) is hereby authorized to surface commingle oil and gas production and off-lease measure oil and gas production from the Purple Sage; Wolfcamp (Gas) Pool (Pool code 98220) from the following diversely owned fee leases located in Section 34 and Section 35, all in Township 22 South, Range 27 East, Eddy County, New Mexico:

Lease:

Collie 35 34 22 27 Fee Well No. 401H Lease

Description: N/2 of Section 34, and N/2 of Section 35

Well:

Collie 35 34 22 27 Fee Well No. 401H

API 30-015-45643

Lease:

Beagle 35 34 22 27 Fee Well No. 401H Lease

Description:

S/2 of Section 34, and S/2 of Section 35

Well:

Collie 35 34 22 27 Fee Well No. 401H

API 30-015-45682

The commingled gas production from the wells detailed above shall be measured and sold at the Permian Basin: Collie/Beagle Pad Central Tank Battery (CTB), located in Unit L, Section 36, Township 22 South, Range 27 East, NMPM, Eddy 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.

Your application has been duly filed under the provisions of Division Rules 19.15.12.10.C NMAC and 19.15.4.12.A (8) NMAC.

It is also understood that you have given due notice of this application to all owners in the mineral interest estate ("affected parties") as defined in Rule 19.15.12.10.C (4) NMAC.

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

Subsequent wells within leases approved by this order may be added to this administrative surface commingle application with a Sundry notice to the Engineering Bureau.

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

It is the responsibility of the producer to notify the transporter of this commingling authority.

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

Gabriel Wade Acting Director

GW/mam

cc: Oil Conservation Division – Artesia