

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

Adrienne Sandoval, Director
Oil Conservation Division



July 30, 2019

Surface Commingling Order PLC-587

MATADOR PRODUCTION COMPANY
Attention: Ms. Kaitlyn Luck

Pursuant to your application received on July 9, 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 19, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico;

RUSSELL; BONE SPRING	(52805)
BURTON FLAT; WOLFCAMP, EAST (GAS)	(73480)
BURTON FLAT; WOLFCAMP, EAST OIL	(98315)

and from the following diversely owned federal wells and proposed communitization agreements in said Section, Township, and Range in Eddy County, New Mexico.

Lease:	Proposed Stebbins 19 Federal Com Well No. 123H Federal Communitization Agreement; Hearing Order R-14432-A	
Description:	Lot 3/ Unit L, N/2 SE/4, and NE/4 SW/4 (N/2 S/2 equivalent) of Section 19	
Wells:	Stebbins 19 Federal Com Well No. 123H	API 30-015-44170
	Stebbins 19 Federal Com Well No. 127H	API 30-015-44174
Pool:	Russell; Bone Spring	

Lease:	Proposed Stebbins 19 Federal Com Well No. 203H Federal Communitization Agreement; Hearing Order R-14434	
Description:	Lot 3/ Unit L, Lot 4/ Unit M, SE/4, and E/2 SW/4 (S/2 equivalent) of Section 19	
Well:	Stebbins 19 Federal Com Well No. 203H	API 30-015-44173
Pool:	Burton Flat; Wolfcamp, East (Gas)	

Lease:	Proposed Stebbins 19 Federal Com Well No. 227H Federal Communitization Agreement	
Description:	Lot 3/ Unit L, N/2 SE/4, and NE/4 SW/4 (N/2 S/2 equivalent) of Section 19	
Well:	Stebbins 19 Federal Com Well No. 227H	API 30-015-44171
Pool:	Burton Flat; Upper Wolfcamp East Oil	

The commingled oil and gas production from the wells shall be measured and sold at the Stebbins 19 3 TB West Central Tank Battery (CTB), located in Unit I of Section 19, Township 20 South, Range 29 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.

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 Bureau of Land Management before commencing commingling operations.

The Operator shall notify the transporter of this commingling authority and the Artesia 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 Sandoval
Director

AS/mam

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad