

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



July 18, 2019

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-585
Amends Administrative Application PLC-330

HILCORP ENERGY COMPANY
Attention: Cherylene Weston

Pursuant to your application received on June 27, 2019, Hilcorp Energy Company (OGRID 372171) is hereby authorized to surface commingle gas production and off-lease measure from the following pools:

BASIN FRUITLAND COAL (GAS)	(71629)
KUTZ PICTURED CLIFFS, WEST (GAS)	(79680)

and from wells, their associated leases, and pools identified in the application, Exhibit "A" made a part of this order. These wells are located on federal leases located in Township 12 North, Range 11 West and Township 12 North, Range 12 West, NMPM, San Juan County, New Mexico.

The commingled gas production from the wells detailed above shall be measured and sold at the gatherer's meter located in Unit K of Section 12, Township 27 North, Range 12 West, NMPM, San Juan County, New Mexico.

Production from the subject wells shall be determined as follows:

The gas production from each of the wells shall be measured separately before commingling at the gatherer's meter.

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.

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.

This administrative application supersedes Administrative Order PLC-330, issued on June 25, 2010. This administrative order adds the wells as described in Exhibit A

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



Adrienne Sandoval
Director

AS/mam

cc: Oil Conservation Division – Aztec
Bureau of Land Management – Farmington

Exhibit A

EXHIBIT A

Well Name	API#	Pool(s)	Spacing Unit	Lease Number	Comments
Federal Coal 12 # 23	30-045-28402	Basin Fruitland Coal	W/2 of Section 12-27N-12W	NMSF079116	On PLC-330
Federal Coal 18 #24	30-045-28397	Kutz W Pictured Cliff	Lot 3/ Unit L, Lot 4/ Unit M, and E/2 SW/4 (SW/4 equivalent Section 18)-27N-11W	NMSF078895	On PLC-330
Hancock #1	30-045-06668	Kutz W Pictured Cliff	SE/4 of Section 12-27N-12W	NMSF079116	On PLC-330
Hancock #2	30-045-06652	Kutz W Pictured Cliff	SW/4 of Section 12-27N-12W	NMSF079116	On PLC-330
Hancock #3	30-045-06833	Basin Fruitland Coal	Lot 3/ Unit C, Lot 4/ Unit D, S/2 NW/4 and SW/4 (W/2 equivalent of Section 01)-27N-12W	NMSF079116	On PLC-330
Hancock #7	30-045-06734	Kutz W Pictured Cliff / Basin Fruitland Coal	W/2 of Section 12-27N-12W	NMSF079116	On PLC-330
Mudge A #181	30-045-28297	Basin Fruitland Coal	NE/4 of Section 18-27N-11W	NMSF078895	On PLC-330
Mudge A (6) #12	30-045-28830	Basin Fruitland Coal	Lot 3/ Unit C, Lot 4/ Unit D, Lot 5/ Unit E, Lot 6/ Unit L, Lot 7/ Unit M and SE/4 SW/4 (W/2 equivalent of Section 6)-27N-11W	NMSF078895	On PLC-330
Hancock #13	30-045-06656	Kutz W Pictured Cliff	SE/4 of Section 11-27N-12W	NMSF079116	Adding to PLC-330
Hancock 11 #13	30-045-28838	Kutz W Pictured Cliff	SW/4 of Section 11-27N-12W	NMSF079116	Adding to PLC-330
Hancock 12 #42	30-045-28918	Basin Fruitland Coal	E/2 of Section 12-27N-12W	NMSF079116	Adding to PLC-330
Mudge A 7R	30-045-30039	Kutz W Pictured Cliff	Lot 6/ Unit L, Lot 7/ Unit M, and E/2 SW/4 (SW/4 equivalent of Section 6)-27N-11W	NMSF078895	Adding to PLC-330
Mudge A 9	30-045-06931	Basin Fruitland Coal	Lot 1/ Unit A, Lot 2/ Unit B, S/2 NE/4, and SE/4 (E/2 equivalent of Section 6)-27N-11W	NMSF078895	Adding to PLC-330
Mudge A 10	30-045-06740	Basin Fruitland Coal	E/2 of Section 7-27N-11W	NMSF078895	Adding to PLC-330