

**STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

**APPLICATION FOR SURFACE COMMINGLING  
SUBMITTED BY EOG RESOURCES, INC.**

**ORDER NO. PLC-643**

**ORDER**

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application, issues the following Order.

**FINDINGS OF FACT**

1. EOG Resources, Inc. ("Applicant") submitted a complete application to surface commingle and off-lease measure the oil and gas production ("Application") from the wells, pools, and leases identified in Exhibit A.
2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the wells, pools, and leases to be commingled is identical as defined in 19.15.12.7(B) NMAC.
3. Applicant proposed a method to allocate the oil and gas production to the wells, pools, and leases to be commingled.
4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless whether they have a right or option to take their interests in kind, in accordance with 19.15.12.10(C)(4)(c) NMAC and 19.15.12.10(C)(4)(e) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
5. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

**CONCLUSIONS OF LAW**

6. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
7. To the extent that ownership is diverse, Applicant satisfied the notice requirements for the Application.
8. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

**ORDER**

1. Effective February 12, 2020, Applicant is authorized to surface commingle and off-lease measure oil and gas production from the wells, pools, and leases identified in Exhibit A.
2. The oil and gas production from each well shall be separated and metered individually prior to commingling.
3. Applicant shall measure the commingled oil at the central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
4. Applicant shall measure the commingled gas at the central delivery point described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.
5. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
6. Applicant may add subsequently drilled wells to this Order in accordance with 19.15.12.10(C)(4)(g) NMAC by submitting a Form C-107-B via the OCD Fee Portal.
7. OCD reserves the right to modify or revoke this Order if it is deemed necessary to prevent waste or protect correlative rights, public health, or the environment.

**STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION**



**ADRIENNE SANDOVAL  
DIRECTOR**

**DATE:** 2/12/2020

State of New Mexico  
Energy, Minerals and Natural Resources Department

## Exhibit A

Order: PLC-643

Operator: EOG Resources, Inc. (7377)

Central Tank Battery: Tumbling Dice 2 State Com 1H

Central Tank Battery Location: Section 2, Township 25 South, Range 34 East, NMPM

Gas Custody Transfer Meter Location: Section 2, Township 25 South, Range 34 East, NMPM

### Pools

Pool Name	Pool Code	Pool Name	Pool Code
RED HILLS; BONE SPRING, EAST	97369		
RED HILLS; UPPER BONE SPRING SHALE	97900		

### Leases

VO 7379-1 (W/2 W/2 Sec 35-T24S-R34E)  
14981 Bone Spring CA (W/2 W/2 Sec 2-T25S-R34E)

### Wells

Well API	Well Name	Location	Pool Code	Train
30-025-39712	Orange Raider BPV State 1H	M-35-24S-34E	97369	
30-025-41459	Tumbling Dice 2 State Com 1H	M-02-25S-34E	97900	