## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary David R. Catanach, Division Director
Oil Conservation Division

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Brett F. Woods, Ph.D. Deputy Cabinet Secretary

## ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order Order PLC-435 Administrative Application Reference No. pMAM1532429903

December 10, 2015

## OXY USA WTP LIMITED PARTNERSHIP

Attention: Ms. Jennifer Duarte

OXY USA WTP Limited Partnership (OGRID 129463) is hereby authorized to surface commingle oil and gas production from the following pools located in Section 9, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico;

EMPIRE; GLORIETA-YESO, EAST (96610) GRAYBURG; ATOKA, NORTH (GAS) (77760) EMPIRE; MORROW, SOUTH (GAS) (76400)

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

Lease:

Communitization Number 202445

Description:

S/2 Section 9

Well:

Flameskipper State Well No. 1

Pool:

Grayburg; Atoka, North (Gas)

(77760)

Empire; Morrow, South (Gas)

(76400)

Lease:

State Lease LG69530

Description:

NE/4 SW/4 of Section 9 Tigger "9" State Well No. 1

Well:

Tigger "9" State Well No. 6

Pool:

Empire; Glorieta-Yeso, East

(96610)

Lease:

State Lease EO42000

Description:

N/2 SE/4 and SW/4SE/4 of Section 9

Well:

Tigger "9" State Well No. 2

Tigger "9" State Well No. 3 Tigger "9" State Well No. 5

> 1220 South St. Francis Drive - Santa Fe, New Mexico 87505 Phone (505) 476-3460 - Fax (505) 476-3462 - www.emnrd.state.nm.us/ocd

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Tigger "9" State Well No.7

Tigger "9" State Well No.8

Tigger "9" State Well No.10

Pool:

Empire; Glorieta-Yeso, East

(96610)

Lease:

State Lease EO9503

Description:

SE/4 SE/4 of Section 9 Tigger "9" State Well No. 4

Well:

Tigger "9" State Well No. 9

Pool:

Empire; Glorieta-Yeso, East

(96610)

The oil and gas production from the Tigger "9" State Well No. 1, Tigger "9" State Well No. 2, Tigger "9" State Well No. 3, Tigger "9" State Well No. 4, Tigger "9" State Well No. 5, Tigger "9" State Well No. 6, Tigger "9" State Well No. 7, Tigger "9" State Well No. 8, Tigger "9" State Well No. 9, and Tigger "9" State Well No. 10 which have identical ownership shall be measured with a combination of metering and testing. The wells detailed above shall be measured and sold at the Tigger 9 Central Tank Battery (CTB) located in Unit K, Section 9, Township 17 South, Range 29 East, Eddy County, New Mexico. The oil production from these wells shall be commingled and sold using a LACT unit.

The commingled gas production from the Flameskipper State Well No. 1 shall be measured and sold at the Flameskipper State Well No. 1 central tank battery (CTB), located in Unit K, of Section 9, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico.

The gas production from all of the pools and leases will then be commingled, which in turn flows through a CDP sales meter.

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

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.

Done at Santa Fe, New Mexico, on December 10, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Artesia

New Mexico State Land Office – Oil, Gas, and Minerals