

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-810
Administrative Application Reference No. pMAM1633731104

December 22, 2016

MATADOR PRODUCTION COMPANY

Attention: Ms. Jordan Kessler

Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production from the Quail Ridge; Bone Spring Pool (Pool code: 50460) from the following diversely owned state leases located in Township 19 South, Range 34 East, Lea County, New Mexico:

Lease: Cimarron 16 19 34 RN State Well No. 134H Lease: Division Order R-13960
Description: E/2 E/2 of Section 16, Township 19 South, Range 34 East, NMPM
Well: Cimarron 16 19 34 RN State Well 134H API 30-025-42352

Lease: Cimarron 16 19 34 RN State Well No. 133H Lease: Division Order R-14097
Description: W/2 E/2 of Section 16, Township 19 South, Range 34 East, NMPM
Wells: Cimarron 16 19 34 RN State Well 133H API 30-025-42979

The combined project area for these wells includes the E/2 of Section 16, Township 19 South, Range 34, East, NMPM, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the combined Cimarron 16 19 34 RN State Well No. 134 H and Cimarron 16 19 34 RN State Well No. 133H Central Tank Battery (CTB), located in the NE/4 NE/4 (U/L A) of Section 16, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the diversely-owned leases shall be measured with allocation meters.

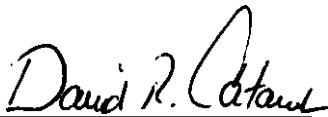
The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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 Hobbs District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on December 22, 2016.



DAVID R. CATANACH
Director

DRC/sad

cc: Oil Conservation Division – Hobbs
New Mexico State Land Office Oil, Gas and Minerals Division – Santa Fe