State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-811 Administrative Application Reference No. pMAM1700457497

January 26, 2017

EOG Resources, Inc.

Attention: Mr. Stan Wagner

EOG Resources, Inc. (OGRID 7377) "Applicant" is hereby authorized to surface commingle oil and gas production from diversely owned leases in the form of Federal communitization agreements from the WC-025 G-09 S263327G; Upper Wolfcamp Pool (Pool code 98097) located in Township 26 South, Range 33 East, NMPM, Lea County, New Mexico;

Lease:

Pending Rattlesnake 28 Federal Com. Well No. 703H Federal Communitization

Agreement

Description:

W/2 E/2 of Section 28 and Lot 2 and NW/4 NE/4 (W/2 NE/4 equivalent) of

Irregular Section 33, Township 26 South, Range 33 East, NMPM

Wells:

Rattlesnake 28 Com. Well No. 703H

30-025-42875

Rattlesnake 28 Com. Well No. 704H

30-025-42876

Lease:

Pending Rattlesnake 28 Federal Com. Well No. 706H Federal Communitization

Description:

E/2 W/2 of Section 28 and Lot 3 and NE/4 NW/4 (E/2 NW/4 equivalent) of

Irregular Section 33, Township 26 South, Range 33 East, NMPM

Wells:

Rattlesnake 28 Com. Well No. 706H

30-025-43524

Rattlesnake 28 Com. Well No. 707H

30-025-43525

Lease:

Pending Rattlesnake 28 Federal Com. Well No. 708H Federal Communitization

Agreement

Description:

W/2 W/2 of Section 28 and Lot 4 and NW/4 NW/4 (W/2 NW/4 equivalent) of

Irregular Section 33, Township 26 South, Range 33 East, NMPM

Wells:

Rattlesnake 28 Com. Well No. 708H

30-025-43526

Rattlesnake 28 Com. Well No. 709H

30-025-43527

The combined project area for these wells include the W/2 E/2 and W/2 of Section 25, and the W/2 NE/4 and NW/4 equivalent of Irregular Section 33, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico.

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The oil and gas production from these wells listed as part of this application shall be measured and sold from the Rattlesnake 28 Central Tank Battery (CTB), located in Unit B, Section 28, Township 26 South, Range 33 East, NMPM, Lea 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.

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

After initial notification, future wells that will produce from the pools and leases 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.

This approval is subject to like approval from Bureau of Land Management before commencing commingling operations.

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs Bureau of Land Management - Carlsbad