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-820
Administrative Application Reference No. pMAM1708847579

May 22, 2017

MATADOR PRODUCTION COMPANY

Attention: Ms. Jordan Kessler

Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production from the Purple Sage; Wolfcamp (Gas) Pool (Pool code: 98220) from the following diversely owned fee leases located in Township 24 South, Range 28 East, Eddy County, New Mexico:

Lease: Joe Coleman 13 23S 27E RB Well No. 208H Lease; Hearing Order R-14295

Description: S/2 of Section 13, Township 23 South, Range 27 East, NMPM

Well: Joe Coleman 13 23S 27E RB Well No. 208H API 30-015-44060

Lease: Kathy Coleman 14 23S 27E RB Well No. 208H Lease; Hearing Order R-14293

Description: S/2 of Section 14, Township 23 South, Range 27 East, NMPM

Well: Kathy Coleman 14 23S 27E RB Well No. 208H API 30-015-44058

The combined project area for these wells includes the S/2 of Section 13, and the S/2 of Section 14, both in Township 23 South, Range 27, East, NMPM, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Coleman South Central Tank Battery (CTB), located in the Unit I of Section 14, Township 23 South, Range 27 East, NMPM, Eddy 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 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.

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 May 22, 2017.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division - Artesia