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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY PERMIAN RESOURCES OPERATING, LLC

ORDER NO. CTB-1156

### **ORDER**

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

# **FINDINGS OF FACT**

- 1. Permian Resources Operating, LLC ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells as described in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. 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 of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 4. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.

# **CONCLUSIONS OF LAW**

- 5. 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, 19.15.12. NMAC, and 19.15.23. NMAC.
- 6. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10 A.(2) NMAC, 19.15.12.10 C.(4)(c) NMAC, and 19.15.12.10 C.(4)(e) NMAC, as applicable.
- 7. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9 A.(5) NMAC and 19.15.23.9 A.(6) NMAC, as applicable.
- 8. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10 B.(1) NMAC or 19.15.12.10 C.(1) NMAC, as applicable.

Order No. CTB-1156 Page 1 of 3

- 9. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10 B.(3) NMAC and 19.15.12.10 C.(4)(h) NMAC.
- 10. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

# **ORDER**

- 1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells as described in Exhibit A.
  - Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.
- 2. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 3. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 4. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8 B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8 E. 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. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 7. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 8. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).

Order No. CTB-1156 Page 2 of 3

9. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ALBERT CHANG

Albert Chang

ALBERT CHANG DIRECTOR **DATE:** <u>9/2/</u>2025

Order No. CTB-1156 Page **3** of **3** 

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

# Exhibit A

Order: CTB-1156

**Operator: Permian Resources Operating, LLC (372165)** 

Central Tank Battery: Winnebago Central Tank Battery

Central Tank Battery Location: Lot 4, Section 30, Township 22 South, Range 34 East Gas Title Transfer Meter Location: Lot 4, Section 30, Township 22 South, Range 34 East

# **Pools**

Pool Name Pool Code
OJO CHISO;BONE SPRING, SOUTH 97293

30-22S-35E

 $\mathbf{E2}$ 

Leases as defined i	n 19.15.12.7(C) NMAC	
Lease	UL or Q/Q	S-T-I

Lease	UL or Q/Q	S-T-R
CA Bone Spring SLO 204288 PUN 1396865	<b>E2</b>	19-22S-35E
	<b>E2</b>	30-22S-35E
CA Pana Spring SLO 204041 DUN 1290909	W2W2	19-22S-35E
<b>CA Bone Spring SLO 204041 PUN 1380898</b>	W2W2	30-22S-35E
CA Bone Spring SLO 204051 PUN 1382393	E2W2	19-22S-35E
	E2W2	30-22S-35E

#### Wells Well API **Well Name** UL or Q/Q S-T-R Pool W2W2 19-22S-35E 30-025-50272 WINNEBAGO 30 STATE COM #601H 97293 **W2W2** 30-22S-35E **E2W2** 19-22S-35E 30-025-50273 WINNEBAGO 30 STATE COM #602H 97293 **E2W2** 30-22S-35E **E2** 19-22S-35E 30-025-50274 WINNEBAGO 30 STATE COM #603H 97293 30-22S-35E $\mathbf{E2}$ 19-22S-35E **E2** 30-025-50275 WINNEBAGO 30 STATE COM #604H 97293 **E2** 30-22S-35E 19-22S-35E **E2** 30-025-50276 WINNEBAGO 30 STATE COM #605H 97293

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory <a href="https://www.emnrd.nm.gov/ocd/contact-us">https://www.emnrd.nm.gov/ocd/contact-us</a>

# State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 503318

#### **CONDITIONS**

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	503318
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

#### CONDITIONS

Created By		Condition Date
sarah.clelland	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please email us at OCD.Engineer@emnrd.nm.gov.	9/5/2025