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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY EOG RESOURCES, INC.

ORDER NO. PLC-1043

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. EOG Resources, Inc. ("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.
- 5. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

CONCLUSIONS OF LAW

8. 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.

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- 9. 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.
- 10. 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.
- 11. 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.
- 12. 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.
- 13. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10 C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 14. 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.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. This Order supersedes Order CTB-1020.
- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.

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- 4. 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.
- 5. 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.
- 6. 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.
- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 8. 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.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10 C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 10. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. 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).

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

DATE: <u>10/11/2025</u>

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ALBERT C. S. CHANG

Mert Chang

DIRECTOR

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State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-1043

Operator: EOG Resources, Inc (7377)

Central Tank Battery: Yukon 20 Cederal Com Central Tank Battery

Central Tank Battery Location: UL B, Section 20, Township 24 South, Range 34 East

Gas Title Transfer Meter Location:

Pools

Pool Name Pool Code RED HILLS;BONE SPRING, NORTH 96434 WC-025 G-09 S243336I;UPPER WOLFCAMP 98092

Leases as defined in 19.15.12.7(C) NMAC

Leases as defined in 19.13.12.7(C) WHAC		
Lease	UL or Q/Q	S-T-R
CA Bone Spring NMNM 105726169 (143498)	W2	20-24S-34E
	W2	29-24S-34E
CA Wolfcamp NMNM 106326191	W2	20-24S-34E
	W2	29-24S-34E
CA Wolfcamp NMNM 106326190	E2	20-24S-34E
	E2	29-24S-34E
CA Bone Spring NMNM 105726161 (143463)	E2	20-24S-34E
	E2	29-24S-34E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-50397	YUKON 20 FEDERAL COM #101H	W2	20-24S-34E	96434
30-023-30397	TUKON 20 FEDERAL COM #101H	W2	29-24S-34E	90434
20 025 50460	50469 YUKON 20 FEDERAL COM #102H	W2	20-24S-34E	96434
30-025-50469		W2	29-24S-34E	90434
20 025 40/25 VIIVON 20 EEDED AT COM #102H	W2	20-24S-34E	96434	
30-023-49033	30-025-49635 YUKON 20 FEDERAL COM #103H	W2	29-24S-34E	90434
20 025 40624	30-025-49634 YUKON 20 FEDERAL COM #104H	E2	20-24S-34E	96434
30-023-49034		E2	29-24S-34E	90434
30-025-50377	YUKON 20 FEDERAL COM #105H	E2	20-24S-34E	96434
30-025-30377	YUKUN 20 FEDERAL COM #105H	E2	29-24S-34E	90434
30-025-50376	YUKON 20 FEDERAL COM #106H	E2	20-24S-34E	96434
30-025-30370	YUKUN 20 FEDERAL COM #100H	E2	29-24S-34E	90434
20 025 47170	30-025-47170 YUKON 20 FEDERAL COM #303H	E2	20-24S-34E	96434
30-025-4/1/0		E2	29-24S-34E	90434
20 025 47111	30-025-47111 YUKON 20 FEDERAL COM #304H	E2	20-24S-34E	06424
30-023-4/111		E2	29-24S-34E	70434
20 025 46071	VIIVON 20 EEDED AL COM #205H	10/11/ <mark>E</mark> 2	20-24S-34E	96434
30-025-46971	YUKON 20 FEDERAL COM #305H	10/11/20 E2	29-24S-34E	

30-025-46972 YUKON 20 FEDERAL COM #306H	W2	20-24S-34E	96434	
	W2	29-24S-34E	90434	
30-025-47194	VIIVON 20 EEDED AL COM #210H	E2	20-24S-34E	06424
	YUKON 20 FEDERAL COM #310H	E2	E2 29-24S-34E 96434	
20 025 47107	VIIIZON AA PEDED AT COM #211H	W2	20-24S-34E	06424
30-025-47187	YUKON 20 FEDERAL COM #311H	W2	29-24S-34E	96434
20.025.46054	VIIIZON AA EEDED AT COM IIZOTH	W2	20-24S-34E	06424
30-025-46974	YUKON 20 FEDERAL COM #501H	W2	29-24S-34E	96434
20.025.46020	VIII/ON AS PEDED AT COM UESSAI	W2	20-24S-34E	06424
30-025-46930	YUKON 20 FEDERAL COM #502H	W2	29-24S-34E	96434
20.025.46052	AMMONIAA BEDDED AA GOOM WAAAN	W2	20-24S-34E	06424
30-025-46973	60-025-46973 YUKON 20 FEDERAL COM #503H	W2	29-24S-34E	96434
20.025.46050	VIII/ON AS PEDED AT COMPLETANT	W2	20-24S-34E	06424
30-025-46970	YUKON 20 FEDERAL COM #504H	W2	29-24S-34E	96434
20.025.46055	AMMONIAA BEDDED AA GOOM WAARA	W2	20-24S-34E	06424
30-025-46975	YUKON 20 FEDERAL COM #505H	W2	29-24S-34E	96434
20.025.40.622	AMMONIAA BEDDED AT COM WAACH	W2	20-24S-34E	06424
30-025-49632	YUKON 20 FEDERAL COM #506H	W2	29-24S-34E	96434
20.027.7027	ANALON AN ERRED AN GOLD HEART	E2	20-24S-34E	96434
30-025-50352	YUKON 20 FEDERAL COM #507H	E2	29-24S-34E	
20.027.70274	ANALON AN ERRED LA GOLD HEADY	E2	20-24S-34E	
30-025-50351	025-50351 YUKON 20 FEDERAL COM #508H	E2	29-24S-34E	96434
20.025.50240	VIIIZON AN EEDDED AT COM USANII	E2	20-24S-34E	06424
30-025-50348	UKON 20 FEDERAL COM #509H	E2	29-24S-34E	96434
20.025.50245	VILLONI AO DEDED AT CONTURANT	E2	20-24S-34E	06424
30-025-50347	YUKON 20 FEDERAL COM #510H	E2	29-24S-34E	96434
20.025.50246	VIII/ON 20 EEDED AL COM #511H	E2	20-24S-34E	06424
30-025-50346	YUKON 20 FEDERAL COM #511H	E2	29-24S-34E	96434
20.025.50245	VIII/ON 20 EEDED AL COM #512H	E2	20-24S-34E	06424
30-025-50345	YUKON 20 FEDERAL COM #512H	E2	29-24S-34E	96434
20.025.50401	MILLON AS EEDED AT COM HESSI	E2	20-24S-34E	00003
30-025-50481	YUKON 20 FEDERAL COM #702H	E2	29-24S-34E	98092
20.025.50402	VIIIZON 20 EEDED AL COM #705H	E2	20-24S-34E	00003
30-025-50482	YUKON 20 FEDERAL COM #705H	E2	29-24S-34E	98092
20.025.50402	30-025-50483 YUKON 20 FEDERAL COM #707H	E2	20-24S-34E	00003
30-025-50483		E2	29-24S-34E	98092
20.025.50250	VIIIZON 20 EEDED AL COM #700H	W2	20-24S-34E	00003
30-025-50350	350 YUKON 20 FEDERAL COM #708H	W2	29-24S-34E	98092
30-025-50480 YUKON 20 FEDERAL COM #709H	VIIVON 10 FEDERAL COM #70011	W2	20-24S-34E	00003
	W2	29-24S-34E	98092	
20.025.50502	VIII/ON 20 EEDED AT COM USTON	W2	20-24S-34E	00003
30-025-50502	30-025-50502 YUKON 20 FEDERAL COM #710H	W2	29-24S-34E	98092

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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY EOG RESOURCES, INC.

ORDER NO. PLC-1045

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. EOG Resources, Inc. ("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.
- 5. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

CONCLUSIONS OF LAW

8. 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.

Order No. PLC-1045 Page 1 of 4

- 9. 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.
- 10. 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.
- 11. 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.
- 12. 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.
- 13. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10 C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 14. 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.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. This Order supersedes Order OLM-144.
- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.

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- 4. 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.
- 5. 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.
- 6. 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.
- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 8. 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.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10 C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 10. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. 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. PLC-1045 Page 3 of 4

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

DATE: <u>10/11/2025</u>

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ALBERT C. S. CHANG

Albert Chang

DIRECTOR

Order No. PLC-1045 Page 4 of 4

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-1045

Operator: EOG Resources, Inc. (7377)

Central Tank Battery: Buzz 21 State 701H Central Tank Battery

Central Tank Battery Location: UL A, Section 21, Township 24 South, Range 27 East

Gas Title Transfer Meter Location:

Pools

Pool Name Pool Code
WILLOW LAKE;BONE SPRING,WEST
PURPLE SAGE;WOLFCAMP (GAS) 98220

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R	
CA Bone Spring SLO 203077 PUN 1329288	W2W2	22-24S-27E	
SLO Lease V0-9118-0001	E2	21-24S-27E	

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-015-41469	BUZZ 21 STATE #701H	E2E2	21-24S-27E	98220
30-015-40162	BULLSEYE 22 STATE COM #001H	W2W2	22-24S-27E	96415

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

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 515786

CONDITIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
5509 Champions Drive	Action Number:
Midland, TX 79706	515786
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

-	Created By	Condition	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.	10/15/2025