

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

**APPLICATION OF COLGATE OPERATING, LLC
FOR APPROVAL OF SURFACE COMMINGLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. _____

APPLICATION

In accordance with NMAC 19.15.12.10, Colgate Operating, LLC (“Colgate”) (OGRID No. 371449) files this application with the Oil Conservation Division (“Division”) for an order authorizing surface commingling of production from multiple leases and pools in the Bone Spring Formation underlying Sections 33 and 34, Township 19 South, Range 28 East, Eddy County, New Mexico.

Applicant states the following in support of its application.

1. Colgate is the designated operator of the following wells.

API	Well Name	Location	Pool Code/Name
30-015-49005	Dawson 34 Fed Com #114H	I-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47704	Dawson 34 Fed Com #123H	I-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47603	Dawson 34 Fed Com #124H	P-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47705	Dawson 34 Fed Com #133H	I-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47604	Dawson 34 Fed Com #134H	P-34-19S-38E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47706	Shamrock 34 Fed Com #121H	D-35-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47707	Shamrock 34 Fed Com #122H	H-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
30-015-47708	Shamrock 34 Fed Com #131H	D-35-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring

30-015-47751	Shamrock 34 Fed Com #132H	I-34-19S-28E	[48035] Old Millman Ranch; BS (Assoc) & [65010] Winchester; Bone Spring
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2. The Wells are located on Federal Lease Nos. NMNM0428657 and NMNM0473362.
3. Colgate seeks authorization to surface commingle production from these wells.
4. Approval of this application will not, with reasonable probability, reduce the value of the commingled production or otherwise adversely affect the interest owners.
5. Approval of this application will allow Colgate to more efficiently operate its wells and thereby prevent waste.
6. All surface commingled production will be separately metered and allocated to the various leases or pools in accordance with the methods set out in NMAC 19.15.12.10(C) or as required by the Division.
7. The United States Bureau of Land Management and all other interest owners in the Wells have been notified of this proposed commingling.
8. Approval of the proposed commingling is necessary for efficient operation of the Wells and is in the interest of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division on June 2, 2022, and, after notice and hearing, the Division issue an order authorizing Colgate to commingle production from the Wells.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

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