

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-833  
Administrative Application Reference No. pMAM1724459699

October 6, 2017

**Dugan Production Corporation**

Attn: Mr. Kevin Smaka

Dugan Production Corporation (OGRID 6515) is hereby authorized to surface commingle gas production from the WAW Fruitland Sand PC (Gas) Pool (Pool code: 87190) from the following diversely owned federal leases located in Township 26 North, Range 13 West, San Juan County, New Mexico:

Lease: Federal lease NMNM 11775  
Description: Lot 1, Lot 2, and S/2 NE/4 (NE/4 equivalent) of Section 4, Township 26 North, Range 13 West, NMPM  
Well: Ross Federal Well No. 1      API 30-045-22484

Lease: Federal lease NMNM 308  
Description: Lot 3, Lot 4, and S/2 NW/4 (NW/4 equivalent) of Section 5, Township 26 North, Range 13 West, NMPM  
Well: Kirby Federal Well No. 1      API 30-045-22143

The combined spacing units for these wells includes the NE/4 of Section 4 and the NW/4 of Section 5, all in Township 26 North, Range 13 West, San Juan County, New Mexico.

The commingled gas production from the wells detailed above shall be measured and sold at the gatherer meter located in Unit G of Section 3, Township 26 North, Range 13 West, San Juan County, New Mexico.

Production from the subject wells shall be determined as follows:

The gas production from each of the wells shall be measured separately before commingling at the gatherer meter.

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

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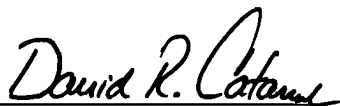
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For future additions of wells, leases, and pools to this commingling operation, notice shall only be given to those interest owners in the wells, leases or pools to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

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 Aztec District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on October 6, 2017.



**DAVID R. CATANACH**  
**Director**

DRC/mam

cc: Oil Conservation Division – Aztec  
Bureau of Land Management - Farmington