State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division STATE OF SERVATION STATE OF SERV

Tony Delfin Deputy Cabinet Secretary

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-786 Administrative Application Reference No. pMAM1611034345

April 27, 2016

MATADOR PRODUCTION COMPANY

Attention: Ms. Jordan Kessler

Matador Production Company (OGRID 228937) is hereby authorized to surface commingle oil and gas production from Forehand Ranch; Wolfcamp (Gas) Pool (pool code 76780) from the following diversely owned Fee leases and wells in Eddy County, New Mexico:

Lease:

Dr. K 24 23S 27E RB Well No. 206H

Description:

N/2 Section 24, Township 23 South, Range 27 East, NMPM

Well:

Dr. K 24 23S 27E RB Well No. 206H

Lease:

Dr. K 24 23S 27E RB Well No. 203H

Description:

S/2 Section 24, Township 23 South, Range 27 East, NMPM

Well:

Dr. K 24 23S 27E RB Well No. 203H

The combined project area for these wells include the entire Section 24, 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 Dr. K Central Tank Battery (CTB), located in Unit M, Section 24, 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 separately metered using allocation meters.

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

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.

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 April 27, 2016.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division - Artesia