State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

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ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-817 Administrative Application Reference No. pKSC1706756336

March 29, 2017

EOG Resources, Inc.

Attention: Mr. Stan Wagner

EOG Resources, Inc. (OGRID 7377) "Applicant" is hereby authorized to surface commingle oil and gas production from diversely owned state leases from the Triste Draw; Bone Spring, East Pool (Pool code 96682) located in Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

Lease:

State lease VB-1743

Description:

E/2 of Section 28, Township 24 South, Range 33 East, NMPM

Wells:

Convoy BUC State Well No. 1 H

30-025-41647

Lease:

State lease VO-7378

Description:

E/2 of Section 33, Township 24 South, Range 33 East, NMPM

Wells:

Caravan BVX State Well No. 11 H

30-025-41638

Lease:

Pending State Communitization Agreement E/2 of Section 28 and E/2 Section 33

Description:

E/2 of Section 28, and E/2 of Section 33, Township 24 South, Range 33 East,

NMPM

Wells:

Convoy 28 State Com. Well No. 501 H

30-025-43549

The combined project area for these wells include the E/2 of Section 28, and the E/2 of Section 33, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

The oil and gas production from these wells listed as part of this application shall be measured and sold from the Convoy Central Tank Battery (CTB), located in Unit I, of Section 28, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

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Production from the subject wells shall be determined as follows:

The oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

After initial notification, future wells that will produce from the pools and leases approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

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.

This approval is subject to like approval from the New Mexico State Land Office before commencing commingling operations.

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs

New Mexico State Land Office - Oil, Gas, and Minerals