

11. 1.3.

Case 12102

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5793

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M.
310 Old Santa Fe Trail, P. O. Box 1148
Santa Fe, New Mexico 87504-1148
Phone (505)-827-5760, Fax (505)-827-5766

PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

> LEGAL (505)-827-5713

PLANNING (505)-827-5752

May 12, 1997

Chevron USA Production Company P.O. Box 1150 Midland, Texas 79702

Attn: Ms. J. K. Ripley

Re: Surface Commingling Application

Monument '12' State Well No. 3, Unit Letter K Monument '12' State Well No. 4, Unit Letter L

Section 12-19S-36E, Lease B-10233

Monument '13' State Well No. 7, Unit Letter D

Section 13-19S-36E, Lease E-7355-1

North Monument Field Lea County, New Mexico

Dear Ms. Ripley:

We have received your letter of April 28, 1997, wherein you requested our approval for surface commingling of production from the above wells.

We understand that production from the subject wells will be commingled at the Monument '12' State Well No. 3 tank battery located in the SW/4 of Section 12-19S-36E. Oil from each of the wells will be measured by metering equipment prior to surface commingling. Gas from the wells will also be metered separately.

Since it appears that there will be no loss of revenue to the State of New Mexico's beneficiaries as a result of your proposed operation, your request is hereby approved. Our approval is given with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval, should this operation prove to be unprofitable to the state at any time in the future. Also, our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the New Mexico Oil Conservation Division's approval.

Your \$30.00 filing fee has been received.

Chevron USA Production Company May 12, 1997 Page 2

Please notify Ms. Debbie Padilla of our Right-of-Way Section at 827-5729 regarding a right-of-way from Section 13-19S-36E through the SW/4 of Section 12-19S-36E.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL , M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

RP/JB/cpm Enclosure

cc: Reader File

OCD--Mr. David Catanach, Mr. Ben Stone

BLM



COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5793

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

June 9, 1997

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

> LEGAL (505)-827-5715

PLANNING (505)-827-5752

(ase 12102

Chevron USA Production Company P.O. Box 1150

Midland, Texas 79702

Attn: Ms. J. K. Ripley

Re: Surface Commingling Application

Monument '14' State Well No. 2, Unit Letter J

Section 14-19S-36E, Lease B-10268

Monument '23' State Well No. 5, Unit Letter B

Section 23-19S-36E, Lease B-230

Monument '23' State Well No. 6, Unit Letter A

Section 23-19S-36E, Lease B-230

North Monument Field Lea County, New Mexico

Dear Ms. Ripley:

We have received your letter of May 14, 1997, wherein you requested our approval for surface commingling of production from the above wells.

We understand that production from the subject wells will be commingled at the Monument '14' State Well No. tank battery located in the NE/4 of Section 14-19S-36E. Production from each of the wells will be allocated based upon monthly well tests.

Since it appears that there will be no loss of revenue to the State of New Mexico's beneficiaries as a result of your proposed operation, your request is hereby approved. Our approval is given with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval, should this operation prove to be unprofitable to the state at any time in the future. Also, our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the New Mexico Oil Conservation Division's approval.

Your \$30.00 filing fee has been received.

Chevron USA Production Company June 9, 1997 Page 2

Please notify Ms. Debbie Padilla of our Right-of-Way Section at 827-5729 regarding a right-of-way through the E/2 of Section 14-19S-36E.

Our approval will be contingent upon Chevron acquiring all appropriate rights-of-ways.

Also, please submit the Oil Conservation approval number.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.

COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

cc: Reader File

OCD--Mr. David Catanach, Mr. Ben Stone

BLM

Debbie Padilla