



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

COMMINGLING ORDER PC-569

2nd Amendment

Chevron U.S.A. Production Company

P.O. Box 1150

Midland, Texas 79702

Attention: A.M. Howell

Lease: Eaves Wells No. 1 (API No. 30-025-10163), 3 (API No. 30-025-10165), 4 (API No. 30-025-10167), 5 (API No. 30-025-10168), 6 (API No. 30-025-10169), 7 (API No. 30-025-26212)

Description: E/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle **South Eunice-San Andres (Oil – 24170)**, Blinebry Oil & Gas (Oil – 6660), Blinebry Oil & Gas (Prorated Gas – 72480), Tubb Oil & Gas (Oil – 60240), Drinkard (Oil – 19190), Wantz-Abo (Oil – 62700), and Wantz Granite Wash (Oil – 62730) Pool production from the above mentioned lease and to determine production from each pool by well test. This method is authorized only so long as all commingled production is of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well on the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate. All commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest.


NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: Commingled production shall be stored in the Eaves Well No. 2 tank battery facility located in Unit 'A' of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Administrative Order PC-569
Chevron U.S.A. Production Company
October 31, 2000
Page 2

DONE at Santa Fe, New Mexico, on this 31st day of October, 2000.


LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division – Hobbs