



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-522

ChevronTexaco
15 Smith Road
Midland, Texas 79705

Attention: Mr. Reggie Holzer

The above named company is hereby authorized to commingle North Lusk-Strawn Pool (Oil - 96678) production from the North Lusk "32" State No. 1 (API No. 30-025-35747) located in Unit C of Section 32, and from the North Lusk "29" Federal No. 1 (API No. 30-025-34673) located in Unit N of Section 29, both in Township 18 South, Range 32 East, NMPM, located on the following leases:

Lease: North Lusk "32" State Lease
Description: NE/4 NW/4 of Section 32, Township 18 South, Range 32 East, NMPM;

Lease: North Lusk "29" Federal Lease
Description: SE/4 SW/4 of Section 29, Township 18 South, Range 32 East, NMPM;

All in Lea County, New Mexico

Production shall be allocated by separately metering the production from each lease prior to commingling. Production shall then be commingled and stored at a tank battery located on the North Lusk "29" Federal Lease in the SE/4 SW/4 of Section 29, Township 18 South, Range 32 East, NMPM.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to commingling.

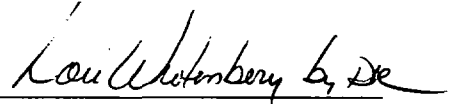
Administrative Order CTB-522

ChevronTexaco

February 11, 2002

Page 2

DONE at Santa Fe, New Mexico, on this 11th day of February, 2002.

A handwritten signature in black ink, appearing to read "Lori Wrotenbery", is written over a horizontal line.

LORI WROTENBERY
Division Director

LW/DRC

cc: Oil Conservation Division – Hobbs
State Land Office-Oil & Gas Division
Bureau of Land Management-Carlsbad