

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-685
Administrative Application Reference No. pPRG1328953057

November 12, 2013

Chevron USA Inc.
Attn: Ms. Cindy Herrera-Murillo

Chevron USA Inc. (OGRID 4323) is hereby authorized to surface commingle oil and gas production from the Wildcat G-02 S2527 15A; Bone Spring Pool (97816) from the following and wells located on the Hayhurst 16 State lease in Township 25 South, Range 27 East, NMPM, in Eddy County, New Mexico:

Hayhurst 16 25 27 State Well No. 1H (API 30-015-41120), Unit C, Section 16.

Hayhurst 16-25-27 State Well No. 2H (API 30-015-41121), Unit B, Section 16.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB), located at the Hayhurst 16-25-27 State Well No. 1H wellhead in Unit C, Section 16, Township 25 South, Range 27 East, NMPM, Eddy County, New Mexico.

Oil and gas production from each well shall be separately metered. Meters shall be calibrated in accordance with Rule 19.15.12.10.C(2)(b) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the operator to notify the transporter of this commingling authority.

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

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

Sincerely

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" being more prominent than the last name "Bailey".

Jami Bailey
Division Director

JB/db

cc: Oil Conservation Division – Artesia
New Mexico State Land Office