State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Adrienne Sandoval, Director Oil Conservation Division



January 14, 2020

OFF-LEASE MEASUREMENT

Administrative Order OLM-183

Chevron USA, Inc. Attention: Laura Becerra

6301 Deauville Blvd., Midland, TX 79706

Pursuant to your application received on December 13, 2019, Chevron USA, Inc. ("Operator") is hereby authorized to transport and measure oil and gas production off-lease from the wells and associated leases identified in Exhibit A and incorporated by reference into this Order. The wells are located in Sections 8 and 17, Township 26 South, Range 27 East, NMPM, Eddy County, New Mexico.

The commingled oil production from the wells shall be measured either by a lease automatic custody transfer ("LACT") meter or by a run ticket mutually agreed upon by Operator and the oil transporter. The measurement and sell of the commingled oil production shall occur at the respective central tank battery ("CTB") described in Exhibit A.

The gas production from the wells shall be measured by a custody transfer meter and sold at the respective CTB described in Exhibit A.

All meters for the wells shall be physically separated from facilities for other wells, so that production from the wells will not be commingled prior to measurement with production from any other well.

This permit does not authorize the surface commingling of this oil and gas production with production from other pools or leases.

This approval is subject to like approval from the Bureau of Land Management.

Adrienne Sandoval

Director

AS/dm

cc: OCD – Engineering Bureau

OCD – Artesia District Office Bureau of Land Management

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: OLM-183

Date: 01/14/20

Operator: Chevron USA, Inc.

Central Tank Battery: Hayhurst New Mexico Sec. 9 Central Tank Battery

Central Tank Battery Location: Section 9, Township 26 South, Range 27 East, NMPM

Gas Custody Transfer Meter Location: Section 9, Township 26 South, Range 27 East, NMPM

Pools

Pool Name

Pool Code

Pool Name

Pool Code

PURPLE SAGE; WOLFCAMP (GAS) 98220

Leases

NMNM 138618

Wells				
Well API	Well Name	Location	Pool Code	
30-015-43935	HH SO 8 P2 5H	Sec 17-T26S-R27E	98220	
30-015-43934	HH SO 8 P2 6H	Sec 17-T26S-R27E	98220	
30-015-43933	HH SO 8 P2 13H	Sec 17-T26S-R27E	98220	
30-015-43931	HH SO 8 P2 14H	Sec 17-T26S-R27E	98220	
30-015-43927	HH SO 8 P2 21H	Sec 17-T26S-R27E	98220	
30-015-43928	HH SO 8 P2 22H	Sec 17-T26S-R27E	98220	
30-015-45115	HH SO 8 5 Fed 003 1H	Sec 17-T26S-R27E	98220	
30-015-45116	HH SO 8 5 Fed 003 2H	Sec 17-T26S-R27E	98220	
30-015-45117	HH SO 8 5 Fed 003 3H	Sec 17-T26S-R27E	98220	
30-015-45118	HH SO 8 5 Fed 003 4H	Sec 17-T26S-R27E	98220	
30-015-45119	HH SO 8 5 Fed 003 5H	Sec 17-T26S-R27E	98220	
30-015-45120	HH SO 8 5 Fed 003 6H	Sec 17-T26S-R27E	98220	
30-015-45104	HH SO 17 20 Fed 002 1H	Sec 17-T26S-R27E	98220	
30-015-45105	HH SO 17 20 Fed 002 2H	Sec 17-T26S-R27E	98220	
30-015-45106	HH SO 17 20 Fed 002 3H	Sec 17-T26S-R27E	98220	
30-015-45107	HH SO 17 20 Fed 002 4H	Sec 17-T26S-R27E	98220	
30-015-45108	HH SO 17 20 Fed 002 5H	Sec 17-T26S-R27E	98220	
30-015-45109	HH SO 17 20 Fed 002 6H	Sec 17-T26S-R27E	98220	
30-015-45987	HH SO 8 5 Fed 004 1H	Sec 17-T26S-R27E	98220	
30-015-45988	HH SO 8 5 Fed 004 2H	Sec 17-T26S-R27E	98220	
30-015-45989	HH SO 8 5 Fed 004 3H	Sec 17-T26S-R27E	98220	
30-015-45990	HH SO 8 5 Fed 004 4H	Sec 17-T26S-R27E	98220	
30-015-45991	HH SO 8 5 Fed 004 5H	Sec 17-T26S-R27E	98220	
30-015-45992	HH SO 8 5 Fed 004 6H	Sec 17-T26S-R27E	98220	

30-015-45100	HH SO 17 20 Fed 001 1H	Sec 8-T26S-R27E	98220
30-015-45101	HH SO 17 20 Fed 001 2H	Sec 8-T26S-R27E	98220
30-015-45154	HH SO 17 20 Fed 001 3H	Sec 8-T26S-R27E	98220
30-015-45155	HH SO 17 20 Fed 001 4H	Sec 8-T26S-R27E	98220
30-015-45102	HH SO 17 20 Fed 001 5H	Sec 8-T26S-R27E	98220
30-015-45103	HH SO 17 20 Fed 001 6H	Sec 8-T26S-R27E	98220