

State of New Mexico
Energy, Minerals and Natural Resources Department

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David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-824
Administrative Application Reference No pKSC1715833737

June 27, 2017

Chevron USA Inc
Attention Ms Cindy Herrera-Murillo

Chevron USA Inc (OGRID 4323) "Applicant" is hereby authorized to surface commingle oil and gas production from the diversely owned state lease from the Featherstone, Bone Spring Pool (Pool code 24250) located in Section 16, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico

Lease	State Lease VO 5694	
Description	S/2 NW/4 of Section 16, Township 20 South, Range 35 East, NMPM	
Wells	Manzanita State Well No 1	30-025-35120

Lease	State Lease VO 5694	
Description	N/2 NW/4 of Section 16, Township 20 South, Range 35 East, NMPM	
Wells	Manzanita State Well No 2	30-025-35778

The combined oil spacing and proration unit for these wells include the NW/4 of Section 16, Township 20 South, Range 35 East, NMPM

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Manzanita State Well No. 2 central tank battery (CTB) in Unit D of Section 16, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico

Production from the subject wells shall be determined as follows:

Production for the separately owned leases shall be measured with a combination of well testing and metering. Each well shall be tested monthly for oil and gas production through a three-phase test separator. The remaining well shall flow through a three-phase test separator.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15 12.10.C(2).

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

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



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Hobbs
New Mexico State Land Office – Oil, Gas, and Minerals