



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED COMMINGLING ORDER PLC-54-A

Texaco Exploration & Production, Inc.
P.O. Box 730
Hobbs, New Mexico 88241-0730

Attention: Ms. Carolyn J. Haynie

The above-named company is hereby authorized to commingle Justis Blinebry (34200), Justis Tubb-Drinkard (35280), and Langlie Mattix-Seven Rivers Queen Grayburg (37240) Pool production from the following leases:

Lease: State 'BB' Lease (B-1556)
Description: NW/4 NW/4, and;

Lease: State 'L' Lease (B-1328)
Description: S/2 NW/4, and;

Lease: NM 'BZ' State NCT-10 Lease (B-1583)
Description: SW/4;

all in Section 2, Township 25 South, Range 37 East, Lea County, New Mexico.

It is our understanding that the NM "BZ" State NCT-10 Well No. 7 Seven Rivers Queen Grayburg production ownership is different from all other wells in this commingle. Gas and oil from this well shall flow continuously through calibrated allocation meters prior to being combined with production from the remainder of the wells in this commingle and prior to sales. Similarly, production from any other wells with differing ownership shall be continuously measured separately prior to commingling for sales. In addition, production records shall be kept separate for each lease and for each pool.

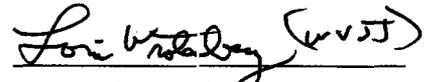
The measurement and sales point for commingled liquids and gas may occur off lease. The producer is responsible for notifying the transporter of this commingling authority.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process. It is the responsibility of the producer to notify the transporter of this commingling authority.

Amended Administrative Order PLC-54-A
ChevronTexaco, Inc.
September 23, 2003
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NOTE: This commingle approval from the New Mexico Oil Conservation Division is dependant upon like approval from the New Mexico State Land Office.

DONE at Santa Fe, New Mexico, on this 23rd day of September 2003.



LORI WROTENBERY,
Division Director

LW/wvjj

cc: Oil Conservation Division - Hobbs
State Land Office – Minerals Management Division
File PLC-54