

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Joanna Prukop

Cabinet Secretary

Reese Fullerton

Deputy Cabinet Secretary

Mark Fesmire

Division Director

Oil Conservation Division



Administrative Order PLC-314

August 28, 2008

Chevron U S A, Inc.
15 Smith Road
Room 3337
Midland, TX 79705

Attention: Carolyn Haynie

Chevron U S A, Inc. (OGRID No. 4323) as operator is hereby authorized to surface-commingle oil and gas production from the 40-acre oil spacing and proration units (pools and wells) shown on the attached Exhibit A, all located within the NE/4 of Section 9, Township 22 South, Range 37 East, Lea County, New Mexico.

The Brunson-Argo Well No. 30 (API No. 30-025-38886) is being commingled into the previously approved PC-1172 surface commingle. This well is the only producer from the Penrose Skelly; Grayburg Oil Pool within this commingle. It is our understanding the Grayburg has separate ownership than the other formations – therefore oil and gas from any well producing from the Grayburg must be separated and measured prior to commingling with oil and gas from other Pools within this NE/4 of Section 9 for measurement and sales.

Notice has been provided to all owners within this described surface commingle and no objection has been received.

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 upon commencement of commingling operations.


MARK E. FESMIRE, P.E.,
Division Director

MEF/wvj

cc: Oil Conservation Division – Hobbs
PC-1172

Attachment:
Exhibit "A"



PLC-314

EXHIBIT A

8/28/08

Brunson-Argo Commingled # 3 Battery
Section 9, T22S, R37E, Lea County, NM

Commingling Order PC-4472
(NE/4 ONLY)

Well	API	Status	Lease	Pool	Pool #	Unit Letter	Sec	Location	Twship	Rng	Co
Brunson-Argo # 1	30-025-10137	Pr - Gas	Brunson Argo	Blinebry	06660	B	9	660' FNL & 1980' FEL	22S	37E	Lea
Brunson-Argo #9	30-025-10141	Pr - Oil	Brunson Argo	Paddock	49210	B	9	731' FNL & 1900' FEL	22S	37E	Lea
Brunson-Argo # 10	30-025-10142	Pr - Oil	Brunson Argo	Blinebry	06660	G	9	1880' FNL & 1971' FEL	22S	37E	Lea
Brunson-Argo # 12	30-025-10144	Pr - Oil	Brunson Argo	Blinebry	06660	H	9	1908' FNL & 589' FEL	22S	37E	Lea
Brunson-Argo # 13	30-025-10145	Pr - Oil	Brunson Argo	Blinebry-Oil	06660	A	9	731' FNL & 739' FEL	22S	37E	Lea
"	"	Pr - Gas	Brunson Argo	Blinebry-Gas	72480	"	"	"	"	"	"
"	"	Pr - Oil	Brunson Argo	Paddock	49210	"	"	"	"	"	"
Brunson-Argo # 20	30-025-33810	Pr - Oil	Brunson Argo	Wentz-ABO	62700	A	9	467' FNL & 990' FEL	22S	37E	Lea
Brunson-Argo # 24	30-025-33827	SI	Brunson Argo	Paddock	49210	H	9	1750' FNL & 650' FEL	22S	37E	Lea
Brunson-Argo # 27	30-025-34509	Pr - Oil	Brunson Argo	Wentz-ABO	62700	B	9	950' FNL & 1650' FEL	22S	37E	Lea
Brunson-Argo # 29	30-025-37019	Pr - Oil	Brunson Argo	Paddock Penrose Skelly	49210	G	9	2480' FNL & 1605' FEL	22S	37E	Lea
Brunson-Argo # 30	30-025-37019	Adding New Well	Brunson Argo	Grayburg	50350	H	9	1980' FNL & 1200' FEL	22S	37E	Lea

30-025-37019
30-025-37019
30-025-37019