



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



March 18, 2009

Administrative Order PLC-323

Chevron U.S.A, Inc.
PE Technical Assistant
15 Smith Road
Midland, Texas 79705

Attention: Carolyn Haynie

Chevron U.S.A, Inc. ("Chevron") is hereby authorized to surface commingle oil and gas production from the following Pools:

Monument; Abo Pool (46970)
Monument; Yeso, Northwest Pool (97089)

and from the following diversely owned wells located on these leases in Lea County, New Mexico:

State A 26 Well No. 5 (API 30-025-33524), Unit L of Sec. 26, T19S, R36E, NMPM
Lea County, New Mexico.

State A 26 Well No. 6 (API 30-025-33598) Unit M, of Sec 26, T19S, R36E, NMPM
Lea County, New Mexico.

Weir "B" Well No. 2 (API No. 30-025-33820), Unit J of Sec 26, T19S, R36E, NMPM, Lea
County, New Mexico.

Monument 23 State Well No. 19, (API No. 30-025-34323), Unit M of Sec. 23, T19S, R36E,
NMPM, Lea County, New Mexico.

Each of these diversely owned wells shall be equipped with continuous allocation meters for oil and gas production prior to oil and gas being commingled for sales. The oil allocation meters shall be calibrated annually, while the gas allocation meters shall be calibrated semi-annually.

The oil and gas production shall be commingled at the Central Tank Battery (CTB) located in the State A 26 Well No. 5 in Unit L of Section 26, Township 19 South, Range 36 East. Oil and gas



production from the rest of the wells is approved for off lease measurement and sales after being metered on-lease.

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.

DONE at Santa Fe, New Mexico, on March 18, 2009.



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

MEF/re

cc: Oil Conservation Division – Hobbs
State Land Office (SLO) Oil, Gas, and Minerals Division