



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director

Oil Conservation Division

COMMINGLING ORDER PC-357-A

ChevronTexaco Exploration & Production, Inc.
15 Smith Road
Midland, Texas 79705

Attention: Ms. Carolyn Haynie

LEASE: C. L. Hardy Lease
DESCRIPTION: SW/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico

WELLS: C. L. Hardy No. 2 (API No. 30-025-06685)
Unit N, Section 20, T-21S, R-37E, NMPM,
Drinkard Pool

C. L. Hardy No. 3 (API No. 30-025-06686)
Unit K, Section 20, T-21S, R-37E, NMPM,
Penrose Skelly (Grayburg) Pool

C. L. Hardy No. 4 (API No. 30-025-06705)
Unit M, Section 20, T-21S, R-37E, NMPM,
Blinebry Oil & Gas Pool

C. L. Hardy No. 5 (API No. 30-025-06687)
Unit L, Section 20, T-21S, R-37E, NMPM,
Blinebry Oil & Gas/Drinkard Pools

The above-named company is hereby authorized to commingle commonly owned Drinkard (Oil – 19190), Blinebry Oil & Gas (Oil – 06660) and Penrose Skelly (Grayburg) (Oil – 50350) Pool production from the above-mentioned lease and to determine production from each pool by monthly well tests.

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

REMARKS: The commingled production shall be stored at the C. L. Hardy Tank Battery located within the SW/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

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FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 9th day of April, 2003.


LORI WROTENBERY,
Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs