

CTB

State of New Mexico
Commissioner of Public Lands

RAY POWELL, M.S., D.V.M.
COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

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SANTA FE, NEW MEXICO 87504-1148

September 12, 1996

Chevron USA Production Company
P.O. Box 1150
Midland, Texas 79702

Attn: Mr. James E. Baca

Re: Request for Surface Commingling
Monument 12 State #3
Unit K, NE/4SW/4, Section 12-19S-36E
Monument 14 State #2
Unit J, NE/4SW/4, Section 14-19S-36E
Monument; Abo, North Field
Lea County, New Mexico

Dear Mr. Baca:

We received your application letter of August 27, 1996, requesting approval to surface commingle the production from the above-referenced wells.

We understand that production from the above-referenced wells will be metered prior to being commingled. The Abo production for the subject wells will be commingled at the Monument 12 State #3 and Monument 14 State #12 Battery located in the NE/4 of Section 14-19S-36E.

Since it appears that there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for surface commingling of the production from the above-mentioned wells is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please notify Ms. Debbie Padilla of our Right-of-Way Division and Mr. Nick Mace of our Commercial Resources Division regarding this application.

Your \$30.00 filing fee has been received.

Please submit a copy of the approved Oil Conservation Division Order to this office.

Chevron USA Production Company

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If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS



LARRY KEHOE, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/LK/cpm

Enclosure

cc: Reader File

OCD--Attention: David Catanach and Ben Stone

Commissioner's File

Debbie Padilla

Nick Mace