



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PLC-264

ChevronTexaco
15 Smith Road
Midland, Texas 79705

Attention: Ms. J. Denise Pinkerton

The above-named company is hereby authorized to commingle North Lusk-Strawn (Oil – 96678) and North Lusk-Wolfcamp (Oil – 41608) Pool production from the following-described three diverse ownership leases and wells in Lea County, New Mexico:

Spear Federal Lease (Well No. 1)
(API No. 30-025-33645)
SE/4 NW/4 Section 33, Township 18 South, Range 32 East, NMPM,
North Lusk-Wolfcamp Pool

Keel "A" Federal Lease (Well No. 3)
(API No. 30-025-33340)
SW/4 NE/4 Section 33, Township 18 South, Range 32 East, NMPM,
North Lusk-Strawn Pool

Scott "E" Federal Lease (Well No. 1)
(API No. 30-025-27442)
SW/4 SW/4 Section 28, Township 18 South, Range 32 East, NMPM,
North Lusk-Wolfcamp Pool

The production from each well/lease shall be separately metered prior to commingling.

The commingled production shall be stored at a common tank battery located on the Spear Federal Lease in the SE/4 NW/4 of Section 33, Township 18 South, Range 32 East, NMPM, Lea County, New Mexico.

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 this 6th day of January, 2005.

ChevronTexaco
Commingling Order PLC-264
January 6, 2005
Page 2

(Note: This order supersedes Division Order No. CTB-464, as amended, which order authorized the surface commingling of North Lusk-Strawn Pool production from the Spear Federal, Keel "A" Federal and Scott "E" Federal Leases.)



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

MEF/drc

cc: Oil Conservation Division – Hobbs
Bureau of Land Management-Carlsbad