

DATE IN 9/18/2014	SUSPENSE	ENGINEER MAM	LOGGED IN 9/18/2014	TYPE CTB	APP NO. PMA41426158134
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

-CTB
-CHURCH USA 74
4323

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☒ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

well
-Hayhurst 16252 State
30-015-41124
-Hayhurst 162527
State #2H
30-015-42491
-Hayhurst 162527
State #34
30-015-42553
-Hayhurst 162527
State #44
30-015-42553

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

[A] ☒ Working, Royalty or Overriding Royalty Interest Owners

[B] ☐ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Cindy Herrera-Murillo
Print or Type Name

Cindy Herrera-Murillo
Signature

Permitting Specialist
Title

09/15/2014
Date

Cherreramurillo@chevron.com
e-mail Address



Cindy Herrera-Murillo
Regulatory Specialist
Midcontinent BU

Chevron North America
Exploration and Production Company
(A Chevron U.S.A. Inc. Division)
1616 W. Bender Blvd
Hobbs FMT, Hobbs, NM 88240
Tel 575-263-0431
Cherreramurillo@chevron.com

September 15, 2014

Oil Conservation Division
Attn: Engineering Department
1220 S. St. Francis Drive
Santa Fe, NM 87505

Application for surface commingling, Wildcat Bone Spring Pool (97816), Eddy County,
NM (T25S, R27E, Sec 16)

Dear Sirs,

Chevron USA Inc. respectfully gives notice of intend to amend the Commingle Order CTB-685-A, oil, gas and water production from the Wildcat Bone Spring Pool through Chevron's Hayhurst 16 Central Battery. CTB-685A was approved on August 26, 2014. Wells producing to this battery include the Chevron Hayhurst 16 State 1H and the Hayhurst 16 State 2H, Hayhurst 16 State 3H and will include the Hayhurst 16 State #4H, (which will be horizontally drilled in the fall of 2014). These wells are located in Section 16, T25S-R27E, Eddy County, New Mexico. APDs for each well, which includes surface plats, are included with this notification.

The working interest and royalties are the same in all wells and all leases. (100% Chevron, WI/83.33% NRI). These wells will be horizontally drilled in the fall of 2014. As such the wells will be allocated by monthly well test with Coriolis on oil and EFM on gas on each well. A schematic showing this configuration is attached.

Names of all WIO and RIO for each well are included with this request, and all of these owners are being notified of this request and that each will have 20 days with which to object to the commingling request per NMOCD Rule 19.15.12.10 Surface Commingle C (4) c.

Sincerely,

A handwritten signature in black ink that reads "Cindy Herrera-Murillo".

Cindy Herrera-Murillo
Permitting Specialist



Cindy Herrera-Murillo
Regulatory Specialist
Midcontinent BU

Chevron North America
Exploration and Production Company
(A Chevron U.S.A. Inc. Division)
1616 W. Bender Blvd
Hobbs FMT, Hobbs, NM 88240
Tel 575-263-0431
Cherreramurillo@chevron.com

September 15, 2014

Re: Application for Surface Commingling
Hayhurst 16 Central Tank Battery
Section 16, T25S, R27E
Eddy County, New Mexico

State of New Mexico
Commissioner of Public Lands
Royalty Interest Owner,

Dear Sirs,

Chevron USA Inc. respectfully gives notice of intend to amend the Commingle Order CTB-685-A, oil, gas and water production from the Wildcat Bone Spring Pool through Chevron's Hayhurst 16 Central Battery. CTB-685A was approved on August 26, 2014. Wells producing to this battery include the Chevron Hayhurst 16 State 1H and the Hayhurst 16 State 2H, Hayhurst 16 State 3H and will include the Hayhurst 16 State #4H, (which will be horizontally drilled in the fall of 2014). These wells are located in Section 16, T25S-R27E, Eddy County, New Mexico. APDs for each well, which includes surface plats, are included with this notification.

The working interest and royalties are the same in all wells and all leases. (100% Chevron, WI/83.33% NRI).

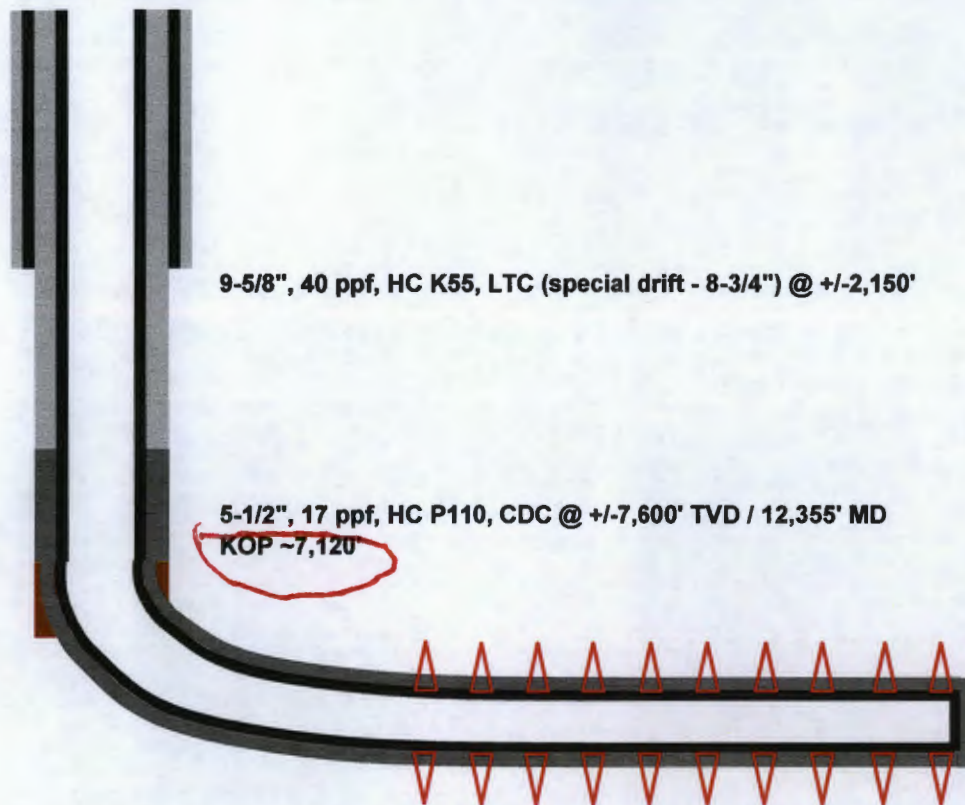
Any objections to this commingle must be sent to the New Mexico Oil Conservation Division; 1220 South St. Francis Drive; Santa Fe, NM 87504, within 20 days of receipt of this notification. If you require additional information, please contact me at 575-263-0431, or by email at cherreramurillo@chevron.com.

Sincerely,

A handwritten signature in black ink that reads "Cindy Herrera-Murillo". The signature is written in a cursive, flowing style.

Cindy Herrera-Murillo
Permitting Specialist

Hayhurst 16 State 4H Drilling Program "Quick-Look"



General Drilling Procedure

- Currently 10' cylindrical cellar installed with 80' of 20" conductor pipe set.
- MIRU
- N/U on 20" conductor and drill 12-1/4" surface hole with fresh water to 2,150'.
- Run 9-5/8"-40#-HC K55-LTC casing and cement with a lead and tail system. Install 11" 5M SH-2R wellhead on hanger.
- N/U and test BOPE to 250 psi / 5,000 psi.
- Drill 8-3/4" production hole to KOP of 7,120'.
- Drill 8-3/4" build & 8-3/4" lateral hole to +/-12,355' in pay zone.
- TOH with no lateral logs planned.
- Run 5-1/2" - 17# - HC P110 - LTC casing and cement with a Class "H" lead and tail system
- RDMO and turn well over for completion.

Delaware River: 16, 25S, 27E Eddy County, New Mexico

Hole Size	Mud	Bits
12-1/4"	Fresh water/Brine 9.4/10.0 ppg	PDC
8-3/4"	Cut Brine/LSND 8.6-8.8 ppg	PDC

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-41120	² Pool Code 97816	³ Pool Name WILDCAT G-02 S2527 15A; BONE SPRING
⁴ Property Code 39726	⁵ Property Name HAYHURST 16 25 27 STATE	⁶ Well Number 1H
⁷ OGRID No. 4323	⁸ Operator Name CHEVRON U.S.A. INC.	⁹ Elevation 3212'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	16	25 SOUTH	27 EAST, N.M.P.M.		175'	NORTH	2280'	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	16	25 SOUTH	27 EAST, N.M.P.M.		250'	SOUTH	2280'	WEST	EDDY

¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

	<p>HAYHURST 16 25 27 STATE NO. 1 H WELL</p> <p>X= 542,513 NAD 27 Y= 413,504 LAT. 32.136764 LONG. 104.195968</p> <p>X= 583,696 NAD83 Y= 413,561 LAT. 32.136885 LONG. 104.196483</p> <p>ELEVATION -3212' NAVD 88</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete in the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well or this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Cindy Herrera-Murillo</i> Signature Date <i>Cindy Herrera-Murillo</i> Printed Name <i>Cherreramurillo@chevron.com</i> E-mail Address</p>
	<p>PROPOSED BOTTOM HOLE LOCATION</p> <p>X= 542,530 NAD 27 Y= 408,636 LAT. 32.123382 LONG. 104.195953</p> <p>X= 583,714 NAD83 Y= 408,693 LAT. 32.123503 LONG. 104.196448</p>	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>4.18.13 Date of Survey</p> <p><i>[Signature]</i> Signature and Seal of Professional Surveyor</p> <p><i>[Stamp: W.M. J. DANIEL III, NEW MEXICO, 15078, REGISTERED PROFESSIONAL SURVEYOR]</i></p> <p><i>[Signature]</i> Certificate Number</p> <p>#15078</p>

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
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1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

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WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-41121		² Pool Code 97816		³ Pool Name WILDCAT G-02 S2527 15A; BONE SPRING					
⁴ Property Code 39726		⁵ Property Name HAYHURST 16 25 27 STATE						⁶ Well Number 2H	
⁷ OGRID No. 4323		⁸ Operator Name CHEVRON U.S.A. INC.						⁹ Elevation 3200'	
¹⁰ Surface Location									
UL or lot no. B	Section 16	Township 25 SOUTH	Range 27 EAST, N.M.P.M.	Lot Idn	Feet from the 175'	North/South line NORTH	Feet from the 1733'	East/West line EAST	County EDDY
¹¹ Bottom Hole Location If Different From Surface									
UL or lot no. O	Section 16	Township 25 SOUTH	Range 27 EAST, N.M.P.M.	Lot Idn	Feet from the 250'	North/South line SOUTH	Feet from the 1733'	East/West line EAST	County EDDY
¹² Dedicated Acres 160		¹³ Joint or Infl.		¹⁴ Consolidation Code		¹⁵ Order No.			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>HAYHURST 16 25 27 STATE 2H WELL</p> <p>X= 543,787 NAD 27 Y= 413,517 LAT. 32.136797 LONG. 104.191871</p> <p>X= 584,971 NAD83 Y= 413,575 LAT. 32.136918 LONG. 104.192368</p> <p>ELEVATION +3200' NAVD 88</p>		<p>Proposed Penetration Point 330' FNL & 1733' FEL</p> <p>S 00°16'01"E 4863.35'</p> <p>Project Area Producing Area</p>		<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: <u>Cindy Herrera-Murillo</u> Date: <u>8/4/13</u></p> <p>Printed Name: <u>Cindy Herrera-Murillo</u></p> <p>E-mail Address: <u>Cherreramurillo@chevron.com</u></p>	
<p>PROPOSED BOTTOM HOLE LOCATION</p> <p>X= 543,810 NAD 27 Y= 408,654 LAT. 32.123427 LONG. 104.191818</p> <p>X= 584,993 NAD83 Y= 408,712 LAT. 32.123549 LONG. 104.192313</p>		<p>4-18-13</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>WM. J. DANIEL III NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR 15078</p> <p>Certificate Number <u>#15078</u></p>			

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WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-42491	² Pool Code 97816	³ Pool Name Wildcat 6025252715A; Bone Spring
⁴ Property Code 39726	⁵ Property Name HAYHURST 16 25 27 STATE	
⁶ UGRID No. 4323	⁷ Operator Name CHEVRON U.S.A. INC.	
		⁸ Well Number 3H
		⁹ Elevation 3219'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	16	25 SOUTH	27 EAST, N.M.P.M.		175'	NORTH	660'	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	16	25 SOUTH	27 EAST, N.M.P.M.		150'	SOUTH	660'	WEST	EDDY

¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>Proposed First Take Point 330' FNL & 660' FWL</p> <p>Proposed Producing Interval</p> <p>Proposed Last Take Point 330' FSL & 660' FWL</p>	<p>HAYHURST 16 25 27 STATE NO.3H WELL</p> <p>X= 540,883 NAD 27 Y= 413,487 LAT. 32.136723 LONG. 104.201221</p> <p>X= 582,078 NAD83 Y= 413,544 LAT. 32.136843 LONG. 104.201717</p> <p>ELEVATION +3219' NAD83</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: <u>Cindy Herrera-Murillo</u> Date: <u>8-4-14</u></p> <p>Printed Name: <u>Cindy Herrera-Murillo</u></p> <p>E-mail Address: <u>Cherreramurillo@chevron.com</u></p>
	<p>CORNER COORDINATES TABLE (NAD 27)</p> <p>A - Y=413854.70, X=540232.48 B - Y=413668.74, X=541554.29 C - Y=408353.74, X=540261.14 D - Y=408372.47, X=541574.37</p>	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey: <u>5.17.14</u></p> <p>Signature and Seal of Professional Surveyor: <u>WM. J. DANIEL III</u></p> <p>Professional Surveyor Seal: <u>15078</u></p> <p>Certificate Number: <u>#15078</u></p>

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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Revised August 1, 2011
Submit one copy to appropriate
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WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-42553	² Pool Code 97816	³ Pool Name WILDCAT G02 S252715A BONE SPRING
⁴ Property Code 39726	⁵ Property Name HAYHURST 16 25 27 STATE	
⁶ Well Number 4H	⁷ Operator Name CHEVRON U.S.A. INC.	
⁸ Elevation 3187'	⁹ ORJD No. 4323	

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	16	25 SOUTH	27 EAST, N.M.P.M.		175'	NORTH	990'	EAST	EDDY

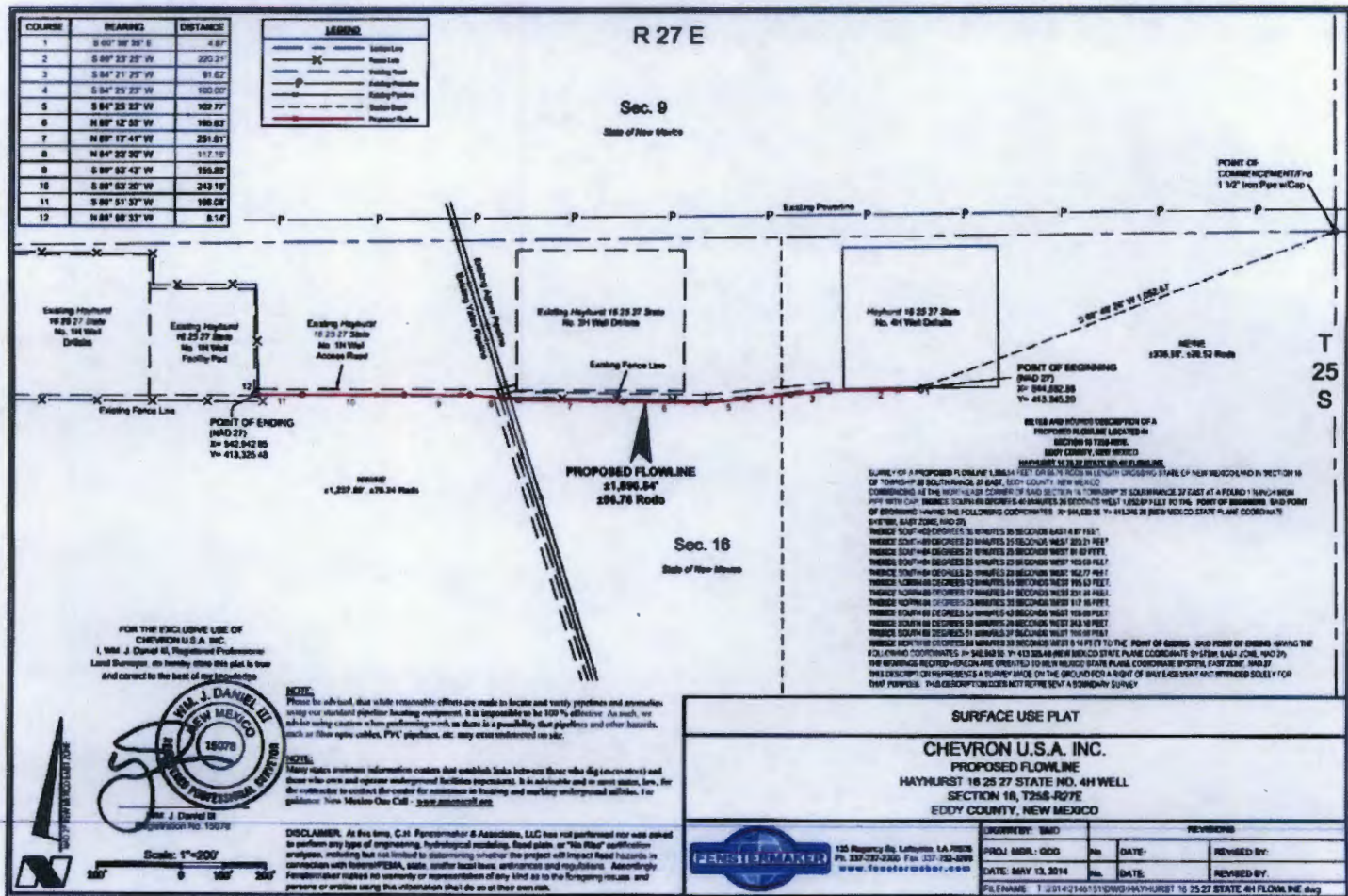
11 Bottom Hole Location If Different From Surface

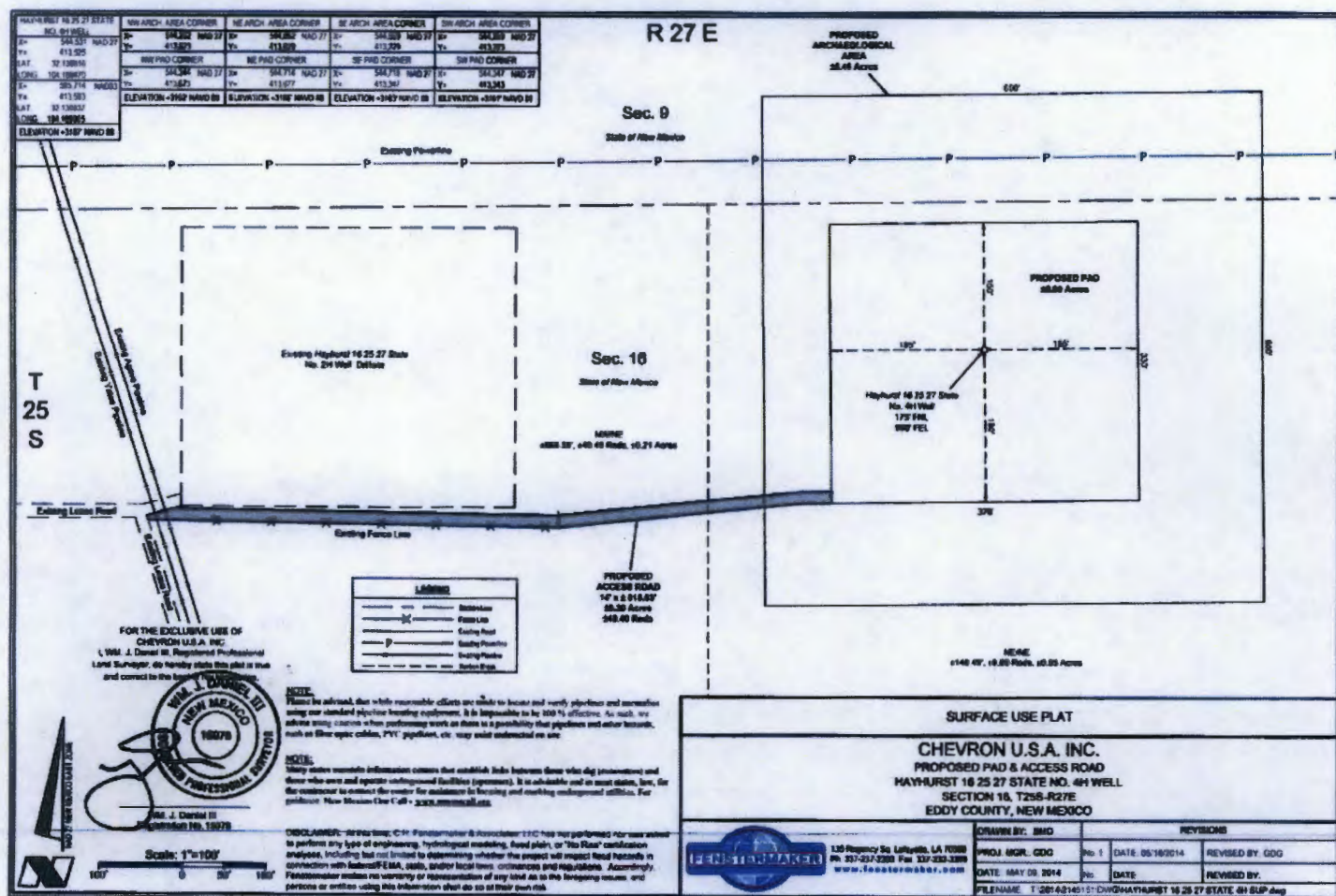
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	16	25 SOUTH	27 EAST, N.M.P.M.		150'	SOUTH	990'	EAST	EDDY

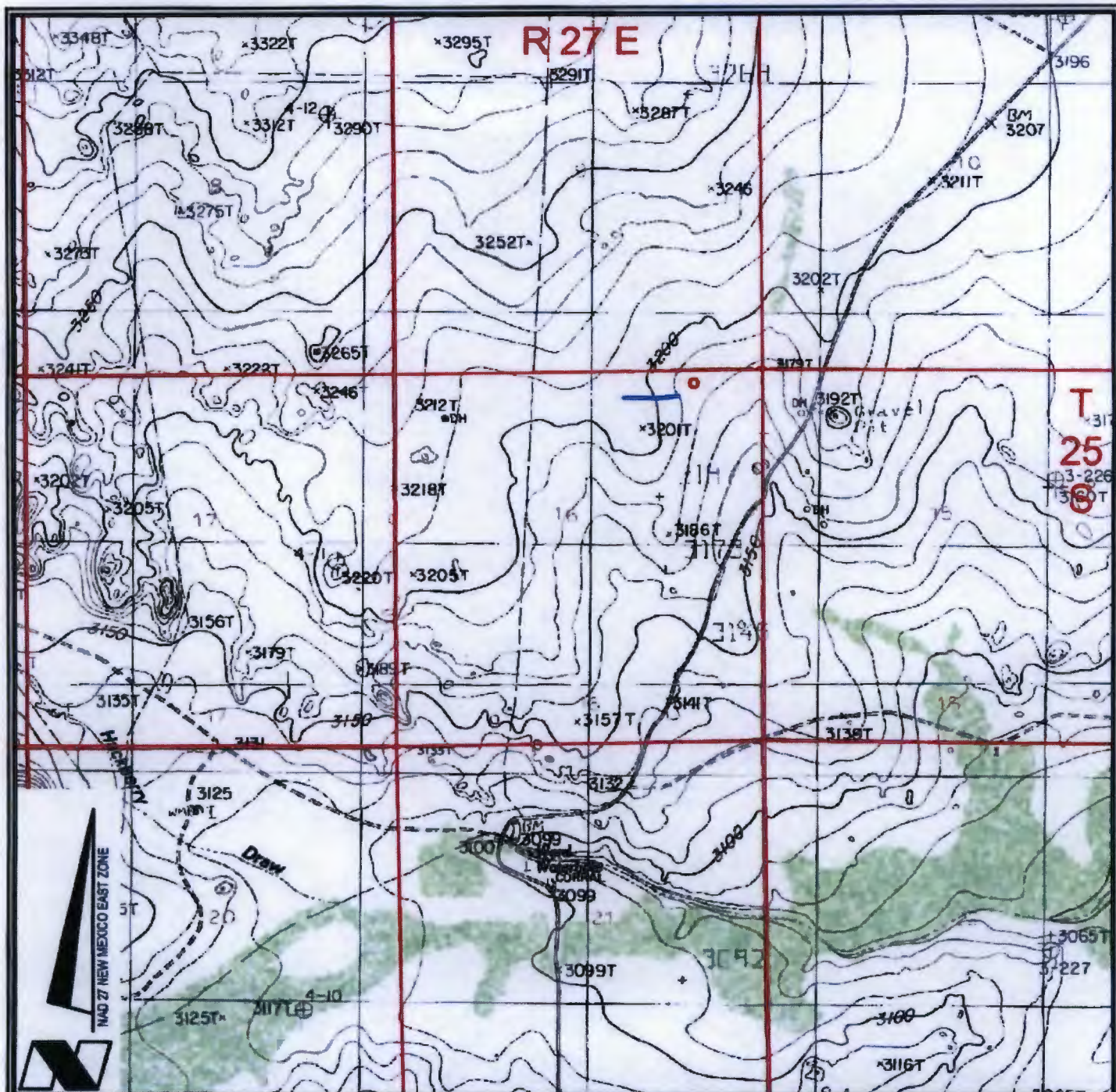
¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
160			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>HAYHURST 16 25 27 STATE NO. 4H WELL</p> <p>X= 544,531 NAD 27 Y= 413,525 LAT. 32.136816 LONG. 104.189470 X= 585,714 NAD83 Y= 413,583 LAT. 32.136837 LONG. 104.189965 ELEVATION +3187' NAVD 88</p>	<p>Proposed First Take Point 330' FNL & 990' FEL</p>	<p>17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Cindy Herrera-Murillo 9-9-14 Signature Date Cindy Herrera-Murillo Printed Name Cherreramurillo@chevron.com E-mail Address</p>
<p>CORNER COORDINATES TABLE (NAD 27)</p> <p>A - Y=413896.82, X=544197.88 B - Y=413710.88, X=545519.87 C - Y=408409.94, X=544220.85 D - Y=408428.87, X=545544.09</p>	<p>Proposed Last Take Point 330' FSL & 990' FEL</p>	<p>18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>5-19-14 Date of Survey Signature and Seal of Professional Surveyor WM. J. DANIEL III NEW MEXICO 15078 REGISTERED PROFESSIONAL SURVEYOR</p>







VICINITY MAP



CHEVRON U.S.A. INC.

HAYHURST 16 25 27 STATE NO. 4H WELL
 LOCATED 175' FNL AND 990' FEL
 SECTION 16, T25S-R27E
 EDDY COUNTY, NEW MEXICO



Lafayette New Orleans Houston
 135 Regency Sq. Lafayette, LA 70508
 Ph. 337-237-2200 Fax. 337-232-3298
www.fenstermaker.com

DRAWN BY: BMO

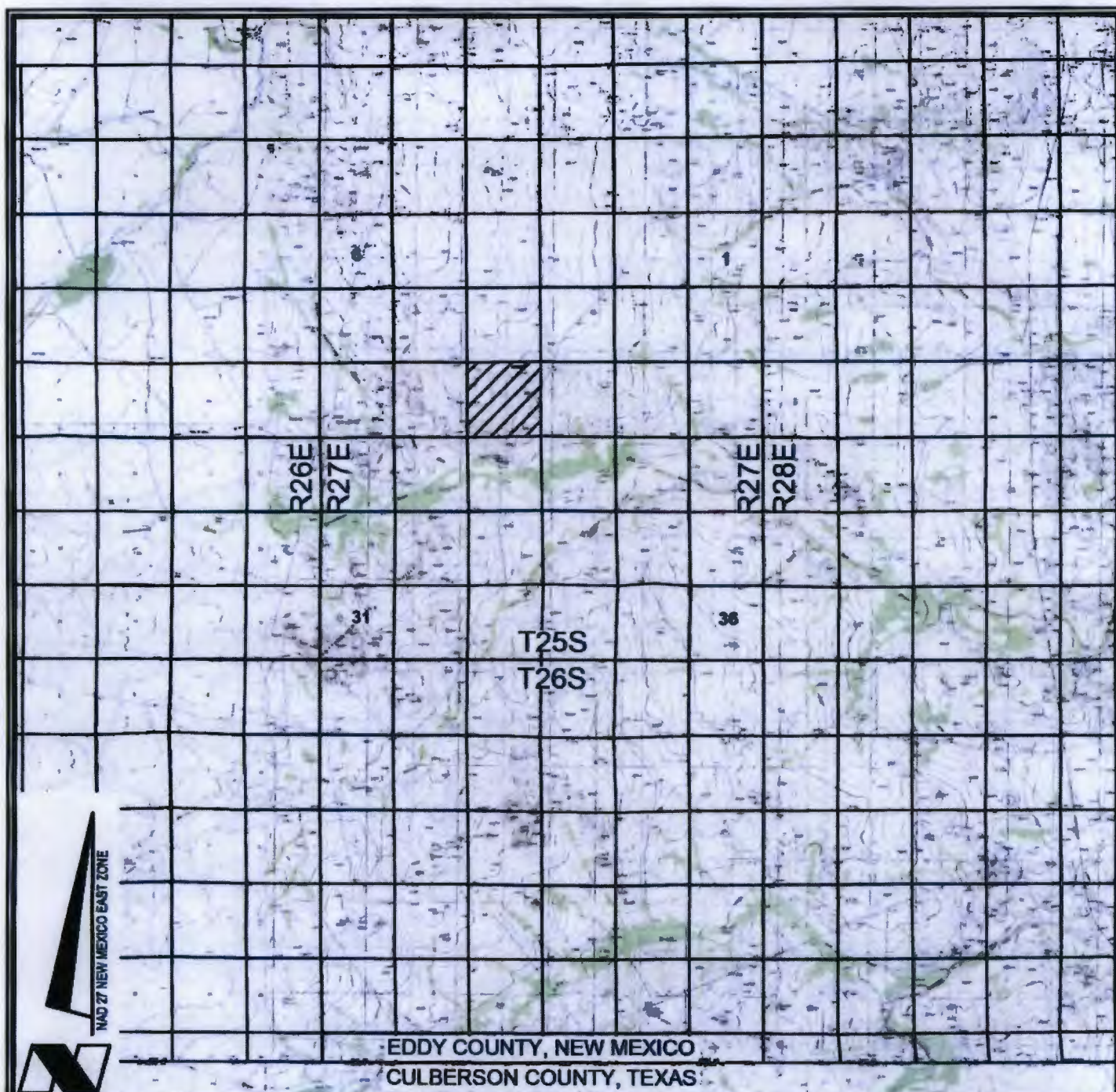
PROJ. MGR.: GDG

REVISED:

DATE: MAY 09, 2014

SHEET 1 OF 3 SHEETS

FILENAME: T:2014\2145151\DWG\HAYHURST 16 25 27 STATE 4H APD.dwg



VICINITY MAP



CHEVRON U.S.A. INC.
HAYHURST 16 25 27 STATE NO. 4H WELL
LOCATED 175' FNL AND 990' FEL
SECTION 16, T25S-R27E
EDDY COUNTY, NEW MEXICO



Lafayette New Orleans Houston
 135 Regency Sq. Lafayette, LA 70508
 Ph. 337-237-2200 Fax. 337-232-3299
www.fenstermaker.com

DRAWN BY: BMO

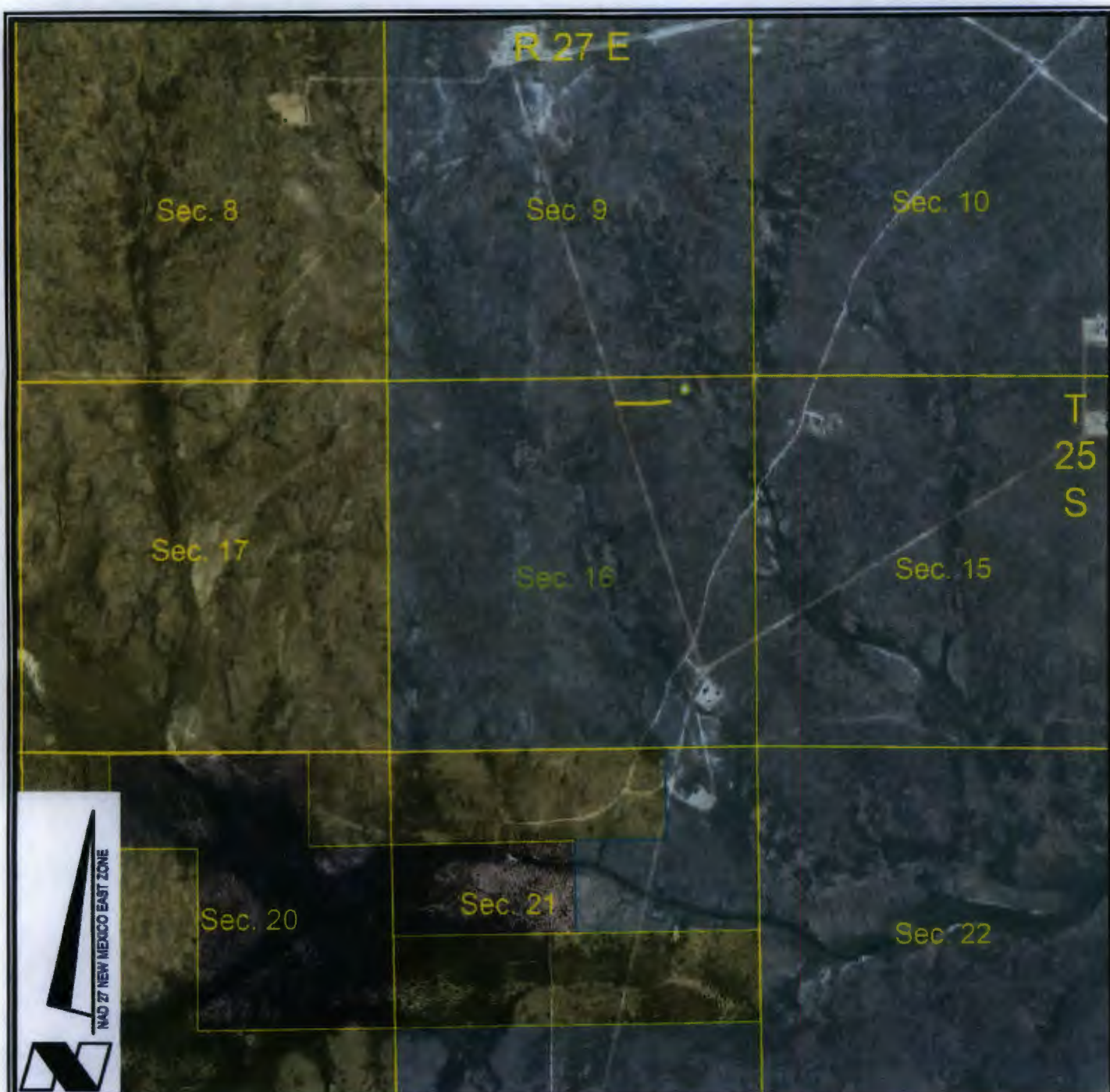
REVISED:

DATE: MAY 09, 2014

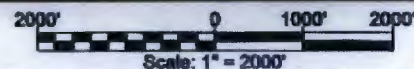
PROJ. MGR.: GDG




SHEET 2 OF 3 SHEETS

FILENAME: T:\2014\2145151\DWG\HAYHURST 16 25 27 STATE 4H APD.dwg



VICINITY MAP



-  = FEDERAL LAND
-  = FEE LAND
-  = STATE LAND

CHEVRON U.S.A. INC.
HAYHURST 16 25 27 STATE NO. 4H WELL
LOCATED 175' FNL AND 990' FEL
SECTION 16, T25S-R27E
EDDY COUNTY, NEW MEXICO



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 135 Regency Sq. Lafayette, LA 70508
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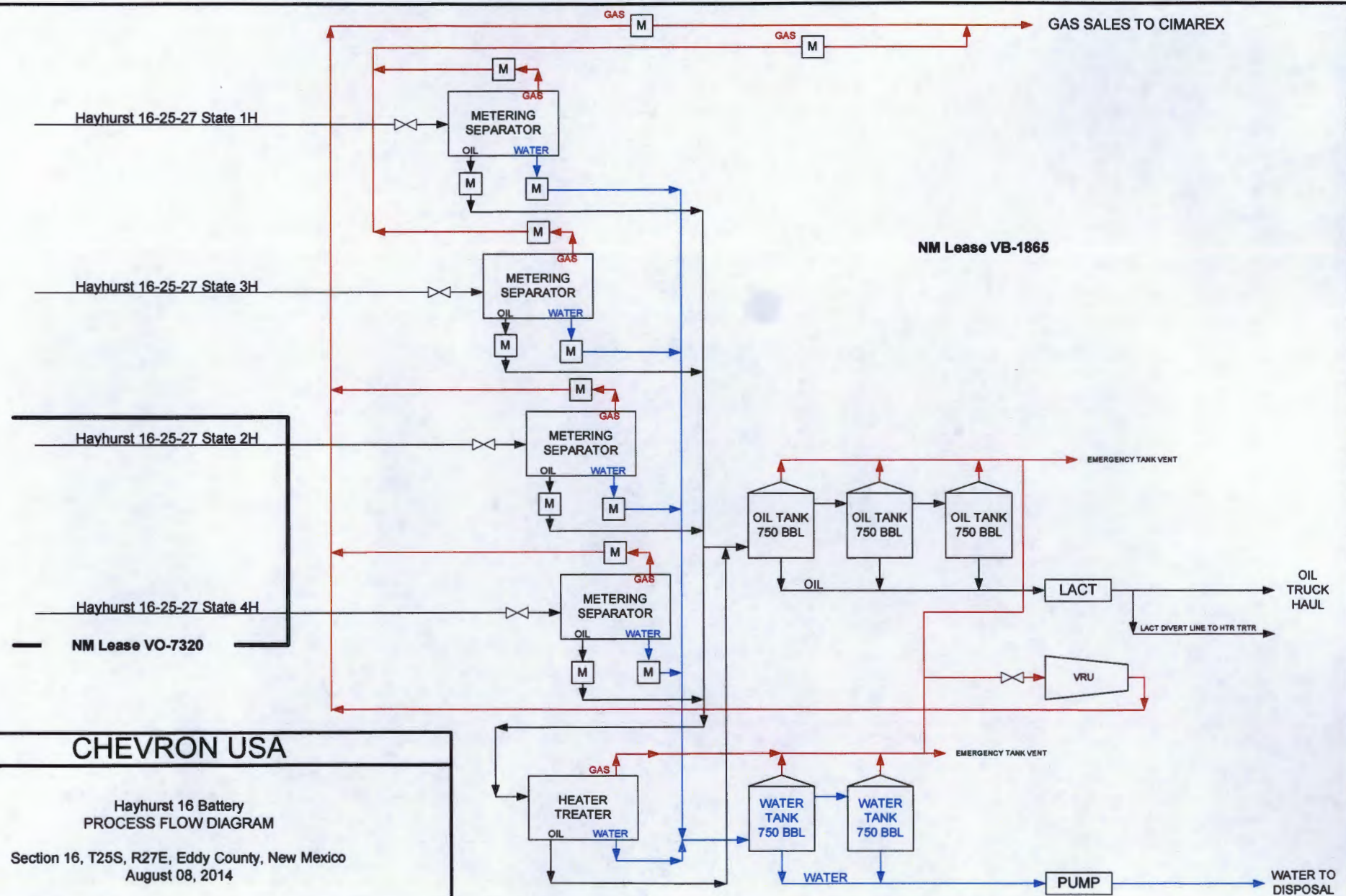
REVISED:

DATE: MAY 09, 2014

PROJ. MGR.: GDG

SHEET 3 OF 3 SHEETS

FILENAME: T:\2014\2145151\DWG\HAYHURST 16 25 27 STATE 4H APD.dwg



Hayhurst 16 State #1H, #2H, #3H and #4H

Owner Information

Hayhurst 16 State #1H, #2H, #3H and #4H Commingling Permit

State of New Mexico Leases VB-1865 (W/2 of Section 16, T25S, R27E, Eddy Co., NM) & VO-7320 (E/2 of Section 16, T25S, R27E, Eddy Co., NM)

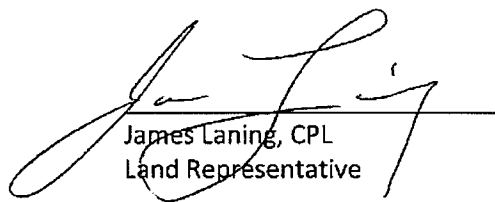
Section 16, T25S, R27E

Eddy County, New Mexico

<u>Interest Type</u>	<u>Name</u>	<u>ADDRESS</u>	<u>CITY</u>	<u>STATE CODE</u>	<u>ZIP CODE</u>
✓ Working Interest	Chevron U.S.A. Inc.	PO Box 2100	Houston	TX	77252-2100
✓ Royalty Interest	State of New Mexico	PO Box 1148	Santa Fe	NM	87504-1148

The royalty and working interest owners are same in all of the wells and both leases listed above. I verify that the above information is correct.

✓ J/C


James Laning, CPL
Land Representative

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-685-A
Administrative Application Reference No. pMAM1421855774

August 26, 2014

CHEVRON U.S.A. INC.
Attention: Ms. Cindy Herrera-Murillo

Chevron U.S.A. Inc. requests an amendment to Division Order No. CTB-685 to add the Hayhurst 16 25 27 State Well No. 3H well to the existing order. This request is approved, and Chevron U.S.A. Inc. (OGRID 4323) is hereby authorized to surface commingle oil and gas production from Wildcat G-02 S2527 15A; Bone Spring (97816), and from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>
<u>ULSTR</u>		
Hayhurst 16 25 27 State Well No.1H C-16-25S-27E	30-015-41120	175 FNL & 2280 FWL
Hayhurst 16 25 27 State Well No.2H B-20-19S-25E	30-015-41121	175 FNL & 1173 FEL
Hayhurst 16 25 27 State Well No.3H D-20-19S-25E	30-015-42491	175 FNL & 660 FWL

All in NMPM, Eddy County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Hayhurst 16 25 27 State Well No. 1H central tank battery (CTB), located in Unit C, Section 16, Township 25 South, Range 27 East, NMPM, Eddy County, New Mexico.

The oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

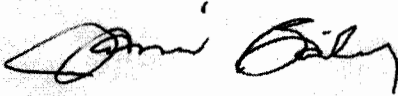
This order supersedes Order No. CTB 685, issued November 12, 2013.

August 26, 2014

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This approval is subject to like approval from the New Mexico State Land Office before commencing commingling operations.

DONE at Santa Fe, New Mexico, on August 26, 2014

A handwritten signature in black ink, appearing to read "Jami Bailey", written in a cursive style.

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation Division – Artesia
New Mexico State Land Office - Oil, Gas, and Minerals