

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-906

August 8, 2019

CHEVRON USA INC.

Attention: Ms. Laura Becerra

Chevron USA Inc. (OGRID 4323) is hereby authorized to surface commingle oil and gas production and off-Lease measure from the Purple Sage; Wolfcamp (Gas) Pool (Pool code: 98220) from the following diversely federal Leases located in Township 23 South, Range 29 East, and Township 24 South, Range 29 East, all in Eddy County, New Mexico:

Lease:	Proposed CB SE 5 32 Federal Com Well No. 11H Communitization Agreement	
Description:	E/2 of Section 32, Township 23 South Range 29 East, and Lot 1/ Unit A, Lot 2/ Unit B, S/2 NE/4 and SE/4 (E/2 equivalent) of Section 5, Township 24 South, Range 29 East	
Wells:	CB SE 5 32 Federal Com Well No. 11H	API 30-015-44637
	CB SE 5 32 Federal Com Well No. 12H	API 30-015-44638
	CB SE 5 32 Federal Com Well No. 12H	API 30-015-44639
Lease:	Proposed CB SE 5 32 Federal Com 3 Well No. 1H Communitization Agreement	
Description:	W/2 of Section 32, Township 23 South Range 29 East, and Lot 3/ Unit C, Lot 4/ Unit D, S/2 NW/4 and SW/4 (W/2 equivalent) of Section 5, Township 24 South, Range 29 East	
Wells:	CB SE 5 32 Federal Com 3 Well No. 1H	API 30-015-44974
	CB SE 5 32 Federal Com 3 Well No. 2H	API 30-015-44975
	CB SE 5 32 Federal Com 3 Well No. 3H	API 30-015-44976

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Culebra Bluff East 8 CTB Central Tank Battery (CTB), located in Unit F, of Section 8, Township 24 South, Range 29 East, NMPM, Eddy County.

Production from the subject wells shall be determined as follows:

CB SE 5 32 Federal Com Well No. 11H, and CB SE 5 32 Federal Com Well No. 12H, and CB SE 5 32 Federal Com Well No. 13H shall be measured at Train 1. CB SE 5 32 Federal Com 3 Well No. 1H. CB SE 5 32 Federal Com 3 Well No. 2H, and CB SE 5 32 Federal Com 3 Well No. 3H

shall be measured at Train 2. The oil and gas production from each of the diversely-owned Leases shall be measured with allocation meters at their respective trains prior to commingling.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

For future additions of wells, leases, and pools to this commingling operation, notice shall only be given to those interest owners in the wells, leases or pools to be added, in accordance with Division Rule 19.15.12.10 C (4) (g) NMAC.

Subsequent wells within Leases approved by this order may be added to this administrative surface commingle application with a Sundry notice to the Engineering Bureau.

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.

This approval is subject to like approval from Bureau of Land Management before commencing commingling operations.

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



Adrienne Sandoval
Director

AS/mam

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad