



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

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Division Director
Oil Conservation Division



Administrative Order PLC-54-B
December 22, 2011

Chevron U S A, Inc.
15 Smith Road
Midland, TX 79705

Attention: Carolyn Haynie

The above-named company is hereby authorized to commingle **Justis-Glorieta (Prorated Gas 79360)**, Justis-Blinbry (34200), Justis-Tubb Drinkard (35280), and Langlie Mattix-Seven Rivers Queen Grayburg (37240) Pool production from the following leases all in Section 2, Township 25 South, Range 37 East, Lea County, New Mexico:

Lease: State 'BB' Lease (B-1556)
Description: NW/4 NW/4;
Current Well: State BB Well No. 3, Unit letter D 30-025-33169 R-10371
Active in: Justis-Tubb Drinkard and Justis-Blinbry Pools

Lease: State 'L' Lease (B-1328)
Description: S/2 NW/4;
Current Wells: State L Well No. 3, Unit letter F 30-025-11417 DHC-171
State L Well No. 4, Unit letter E 30-025-11419 DHC-172
State L Well No. 5, Unit letter F 30-025-32911 R-10371
State L Well No. 6, Unit letter E 30-025-33725 R-10371
All active in: Justis-Tubb Drinkard and Justis-Blinbry Pools

Lease: NM 'BZ' State NCT-10 Lease (B-1583)
Description: SW/4;
Current Wells: NM BZ NCT-10 Well No. 5, Unit letter K 30-025-33089
Justis-Tubb Drinkard and Justis-Blinbry Pools (R-10371)
NM BZ NCT-10 Well No. 6, Unit letter N 30-025-33168 R-10371
Justis-Glorieta (Pro Gas) Pool (**Planned Recompletion**)
NM BZ NCT-10 Well No. 7, Unit letter L 30-025-33952 R-10371
Langlie Mattix-7Rvrs Queen Grayburg Pool



Separately owned oil and gas streams shall be continuously measured prior to being commingled for production and sales. Periodic well testing is permitted for allocation of production between well completions of identically owned oil and gas.

The measurement and sales point for commingled oil and gas may occur off lease. The producer is responsible for notifying the transporter of this commingling authority.

The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process. It is the responsibility of the producer to notify the transporter of this commingling authority.

Administrative permits PLC-54 and PLC-54-A are hereby superseded and no longer in effect.

This surface commingling is dependent upon like approval from the New Mexico State Land Office.


JAMI BAILEY
Director

JB/wvj

cc: Oil Conservation Division – Hobbs
State Land Office – Oil, Gas, and Minerals Division
PLC-54, PLC-54-A