

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



December 14, 2016

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-458
Administrative Application Reference No. pMAM1633337626

Chevron USA Inc.
Attention: Ms. Cindy Herrera-Murillo

Pursuant to your application received on November 23, 2016, Chevron USA Inc. (OGRID 4323) is hereby authorized to surface commingle oil and gas production from the following pools:

Mescalero; Cisco, Northeast	(96636)
Mescalero; Upper Penn, North	(45750)
Mescalero; Wolfcamp, North	(42160)

and from the following diversely owned state wells and leases in said Section, Township, and Range in Lea County, New Mexico.

Lease: State Lease VA-06220000
Description: NW/4 NE/4 of Section 12, Township 10 South, Range 32 East
Well: Jordan State Well No. 1 30-025-33532
Pool: Mescalero; Cisco, Northeast

Lease: State Lease VA-06220000
Description: NW/4 NW4 of Section 12, Township 10 South, Range 32 East
Well: Jordan 12 State Well No. 2 30-025-36716
Pool: Mescalero; Upper Penn, North

Lease: State Lease VA-06220000
Description: SW/4 NW4 of Section 12, Township 10 South, Range 32 East
Well: Jordan 12 State Well No. 3 30-025-37050
Pool: Mescalero; Wolfcamp, North
Mescalero; Upper Penn, North

The commingled oil and gas production from the wells detailed above shall be measured and sold at Jordan 12 Well No. 2 central tank battery (CTB) in Unit D of Section 12, Township 10 South, Range 32 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from the diversely-owned wells and leases shall be measured using a combination of well testing and allocation meters.

After initial notification, future wells that will produce from the pools and leases approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

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 New Mexico State Land Office before commencing commingling operations.

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



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Hobbs.
New Mexico State Land Office – Oil, Gas, and Minerals