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 Gabriel Wade, Acting Director Oil Conservation Division



March 13, 2019

OFF-LEASE MEASUREMENT

Administrative Order OLM-163

Chevron USA Inc.

Attention: Ms. Laura Becerra

CHEVRON USA INC. (OGRID 4323) is hereby authorized to transport and measure oil and gas production off-lease, from the following wells which produce from the Wolfcamp formation, the Purple Sage; Wolfcamp (Gas) Pool (pool code 98220) located in Eddy County, New Mexico:

CB SE 5 32 Federal Com Well No. 11H (API No. 30-015-44637), Unit P, Section 5, Township 24 South, Range 29 East.

CB SE 5 32 Federal Com Well No. 12H (API No. 30-015-44638), Unit P, Section 5, Township 24 South, Range 29 East.

CB SE 5 32 Federal Com Well No. 13H (API No. 30-015-44639), Unit P, Section 5, Township 24 South, Range 29 East.

The oil production from this well shall be measured at, and sold from, CB Section 8 Central Tank Battery (CTB) located in Unit F, Section 8, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico.

All meters for the above-referenced well shall be physically separated from facilities for other wells, so that production from the above-referenced wells will not be commingled prior to measurement with production from any other well.

This permit does not authorize the surface commingling of this oil and gas production with oil and gas production from other pools or leases.

It is also understood that you have given due notice of this application to all working interest owners who are "affected persons," as defined in Division Rule 19.15.23.9 (A) NMAC.

The operator shall notify the Artesia District Office of the Division before commencement of Off-Lease Measurement. OLM-163 Chevron USA Inc. March 13, 2019 Page 2 of 2

Gabriel Wade Acting Director

GW/mam

cc: Oil Conservation Division – Artesia District Office

Bureau of Land Management - Carlsbad