



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PLC-38-A

Chevron MidContinent, L.P.
15 Smith Road
Midland, Texas 79705

Attention: Ms. Carolyn Haynie

The above-named company is hereby authorized to surface commingle production from the Drinkard (Oil – 19190) and Blinebry Oil & Gas (Oil – 06660) Pools originating from the following-described fee leases in Lea County, New Mexico:

Lease Name: J. G. Randle Lease
Description: SW/4 NE/4 of Section 20, Township 21 South, Range 37 East, NMPM;

Wells: J. G. Randle Well No. 1 (API No. 30-025-06680), Unit G
Blinebry Oil & Gas Pool; Dedicated Acreage: SW/4 NE/4

Lease Name: J. G. Randle "A" Lease
Description: SE/4 NW/4 of Section 20, Township 21 South, Range 37 East, NMPM;

Wells: J. G. Randle "A" Well No. 1 (API No. 30-025-06681), Unit F
Drinkard Pool; Dedicated Acreage SE/4 NW/4

Due to the diversity of ownership between the wells/leases, the production from each well shall be separately metered prior to commingling.

Production from the subject wells shall be transported and stored at the tank battery located in the SE/4 NW/4 of Section 20

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

Done, at Santa Fe, New Mexico on this 7th day of March, 2007.

Remarks: Order No. PLC-38-A supersedes Amended Commingling Order PLC-38 dated October 25, 1991. This amended order authorizes the applicant to meter the production from the subject wells without having to utilize temperature compensated meters and samplers.

Administrative Order No. PLC-38-A
Chevron MidContinent, L.P.
March 7, 2007
Page 2

MARK E. FESMIRE, P.E.,
Division Director

MEF/drc

cc: OCD-Hobbs