

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Joanna Prukop

Cabinet Secretary

Reese Fullerton

Deputy Cabinet Secretary

Mark Fesmire

Division Director

Oil Conservation Division



Administrative Order PLC-182-A

April 17, 2008

Chevron U S A, Inc.

15 Smith Road

Room 3337

Midland, TX 79705

Attention: Carolyn Haynie

Chevron U S A, Inc. (OGRID No. 4323) is hereby authorized to surface commingle oil and gas production from the following 40-acre spacing and proration units (pools and wells) all located within Section 4 of Township 23 South, Range 37 East, NMPM, Lea County, New Mexico:

R R Sims A Lease

API	Well Name	Num	Type	UL	Feet	NS	Feet	EW	Pool Name	Pool Code	Existing Orders
30-025-30483	R R SIMS A	001	O	N	330	S	2308	W	Langlie Mattix 7Rvrs Qn Gbg	37240	PLC-182
30-025-31538	R R SIMS A	002	O	N	660	S	1650	W	North Teague; San Andres	96197	PLC-179
30-025-32160	R R SIMS A	003	O	N	380	S	2175	W	North Teague; Drinkard-Abo	96313	PLC-182
30-025-32944	R R SIMS A	006	O	M	500	S	375	W	Langlie Mattix 7Rvrs Qn Gbg	37240	PLC-179
30-025-35051	R R SIMS A	009	O	M	330	S	1010	W	North Teague; Drinkard-Abo	96313	PLC-182
									North Teague; Lower Paddock/Blindbry Associated Oil	96314	DHC-35(H)

R R Sims B Lease

API	Well Name	Num	Type	UL	Feet	NS	Feet	EW	Pool Name	Pool Code	Existing Orders
30-025-32902	R R SIMS B	001	O	O	535	S	2030	E	North Teague; Tubb Associated Oil	96315	DHC-1341
									North Teague; Lower Paddock/Blindbry Associated Oil	96314	

It is our understanding that mineral interest ownership may vary between these two leases and that total well production from the R R Sims B Well No. 1 will be

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Has
NOTIFIED*
transported to the R R Sims A battery prior to being separated and then commingled with production from the R R Sims A lease and sold.

Each diversely owned group of wells shall be equipped with unique separator(s) and allocation meters on both oil and gas prior to commingling for sales. Oil and gas production from the R R Sims B Well No. 1 is approved for off-lease measurement and sales.

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.

This order is approved as of the date shown above.


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

MEF/wvj

cc: Oil Conservation Division – Hobbs