

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division

COMMINGLING ORDER PLC-209

ChevronTexaco 15 Smith Road Midland, Texas 79705

Attention: Ms. Carolyn Haynie:

ChevronTexaco is hereby authorized to surface commingle production from the following leases and locations within the following pools - all located within Lea County:

POOLS:

Paddock South (Oil – 49400), Blinebry Oil and Gas (Oil – 6660), Tubb Oil and Gas (Oil - 60240), and Brunson South-Drinkard Abo (Oil – 7900).

LEASES:

T.R. Andrews Wells No. 1, 2, 3, 4, 5, 6, and 8. E/2, Section 32, Township 22 South, Range 38 East, NMPM Ownership is only State of New Mexico and ChevronTexaco for all zones.

Watkins Wells No. 1 and 2 S/2 SE/4, Sections 29, Township 22 South, Range 38 East, NMPM Ownership is various fee owners with different percentages in the two production zones.

Each of these two (2) leases shall have separate measurement of water and separate, continuous measurement of oil and gas prior to commingling for sale. Allocation meters shall be regularly calibrated for accuracy.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the supervisor of the Hobbs District office prior to implementation of the commingling process.

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DONE at Santa Fe, New Mexico, on this 23rd day of August 2002.

LORI WROTENBERY, Division Director

LW/wvj

cc: Oil Conservation Division – Hobbs New Mexico State Land Office – Santa Fe