AMEND CTB 4/27/98



Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

April 2, 1998

Administrative Application to Add Well to CTB-452, Thereby Surface Commingling the following wells:

North Monument Field
State A "26" #5
1980' FSL & 330' FWL, Unit L, Sec. 26, T19S, R36E
State A "26" #6
410' FSL & 330' FWL, Unit M, Sec. 26, T19S, R36E
Weir "B" #2
1980' FSL & 2310' FEL, Unit J, Sec. 26, T19S, R36E
Monument "23" State #19
753' FSL & 637' FWL, Unit M, Sec. 23, T19S, R36E
Lea County, New Mexico

State of New Mexico
Energy, Minerals & Natural Resources Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Attention: Mr. William J. LeMay - Director

Dear Mr. LaMay:

Chevron U.S.A., Inc. respectfully requests administrative approval to add Monument "23" State #19 to Commingling Order CTB-452.

State A "26" #5 is completed in North Monument Abo. The IP was 1112 bopd, 0 bwpd, and 758 mcfpd. The API gravity is 40.3° at 60° F. State "26" #6 is completed in North Monument Abo. The IP was 543 bopd, 0 bwpd, and 465 mcfpd. The API gravity is 40.3° at 60° F. Weir "B" #2 is completed in North Monument Abo. The IP was 320 bopd, 0 bwpd, and 350 mcfpd. The API gravity is 40.5° at 60° F. Monument "23" State #19 is now in the process of being drilled in North Monument Abo.

The commingling of these four wells will allow the producing of the wells with one battery at a savings of approximately \$50,000. The oils are from the same zone and will be compatible. The value of the commingled oil will be the same as the individual oils. The working interest owners and royalty owners are the same.

If you have any questions, or if you require further information, please contact Lloyd Trautman at (915) 687-7152.

Sincerely,

J. K. Ripley

g.K. Ripley

Attachments

cc: NMOCD - Hobbs, NM

NM State Land Office - Santa Fe, NM

N. V. Mouser L. V. Trautman



April 2, 1998

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

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753' FSL & 637' FWL, Unit M, Sec. 23, T19S, R36E
Lea County, New Mexico

Commissioner of Public Lands New Mexico State Land Office P. O. Box 1148 Santa Fe, New Mexico 87504-1148

Attention: Mr. Pete Martinez

Gentlemen:

Enclosed herewith for the Land Commissioner's approval is a surface commingling application covering the above captioned wells. I have also enclosed a \$30.00 check which covers the application fee in this regard.

Chevron's application entails the commingling of Abo production from State A "26" #5, State A "26" #6, Weir "B" #2 and Monument "23" State #19. State A "26" #5, State A "26" #6 and Monument "23" State #19 are located on State Land; Weir "B" #2 is located on Fee Land. The tank battery facility site wherein said production will be commingled is located on State of New Mexico Lease #B-2656 in the SW ¼ of Section 26, T-19-S, R-36-E, N.M.P.M., Lea County, New Mexico. All three wells are operated by Chevron U.S.A., Inc.



State of New Mexico Commissioner of Public Lands

RAY POWELL, M.S., D.V.M. COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

(505) 827-5760 FAX (505) 827-5766

SANTA FE, NEW MEXICO 87504-1148

April 14, 1998

Chevron USA Production Company P.O. Box 1150 Midland, Texas 79702

Attn: Ms. J. K. Ripley

Re:

Surface Commingling Application

State A "26" Well No. 5, Unit Letter L State A "26" Well No. 6, Unit Letter M Weir "B" Well No. 2, Unit Letter J

Section 26-19S-36E

Monument "23" State Well No. 19 Unit Letter M, Section 23-19S-36E

Monument: Abo Pool Lea County, New Mexico

Dear Ms. Ripley:

We have received your letter of April 2, 1998, wherein you requested our approval for surface commingling of production from the above wells.

We understand that production from the subject wells will be commingled at the State A "26" tank battery located in the W/2SW/4 of Section 26-19S-36E, State Lease No. BO-2656.

Since it appears that there will be no loss of revenue to the State of New Mexico's beneficiaries as a result of your proposed operation, your request is hereby approved. Our approval is given with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval, should this operation prove to be unprofitable to the state at any time in the future. Also, our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit a copy of the New Mexico Oil Conservation Division's approval.

Your \$30.00 filing fee has been received.

Chevron USA Production Company April 14, 1998 Page 2

Please notify Ms. Debbie Padilla of our Right-of-Way Section at 827-5729 for further information regarding an easement through Section 26-19S-36E.

Also, please contact Mr. Joe Lopez of or Commercial Resources Division at 827-4003 regarding a possible business lease on the tank battery site in Section 26-19S-36E.

Our approval will be contingent upon Chevron acquiring all appropriate easements.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

RP/JB/cpm Enclosure

pc: Reader File

OCD--Mr. David Catanach, Mr. Ben Stone

BLM

Debbie Padilla

Joe Lopez



COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5795

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

> LEGAL (505)-827-5713

PLANNING (505)-827-5752

February 24, 1998

Chevron USA Production Company P.O. Box 1150 Midland, Texas 79702

Attn:

Ms. J. K. Ripley

Re:

Surface Commingling Application State A "26" Well No. 5, Unit Letter L State A "26" Well No. 6, Unit Letter M Section 26-19S-36E, Lease B-2656 Weir "B" Well No. 2, Unit Letter J

Section 26-19S-36E

Monument '23' State Well No. 19, Unit Letter M

Section 23-19S36E Monument Abo Pool Lea County, New Mexico

Dear Ms. Ripley:

We have received a copy of the New Mexico Oil Conservation Division's 2nd Amendment to Order #CTB-452 which notifies this office of your application to surface commingle the production from the above-captioned wells.

Pursuant to State Land Office Rule Nos. 1.053, 1.054 and 1.055, please submit a copy of your commingling request to this office. Enclosed is a copy of our commingling rules and regulations. The filing fee for a commingling application is thirty (\$30.00) dollars.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director
Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

OCD

If you have any questions, or if you require further information, please contact Lloyd Trautman at (915) 687-7152.

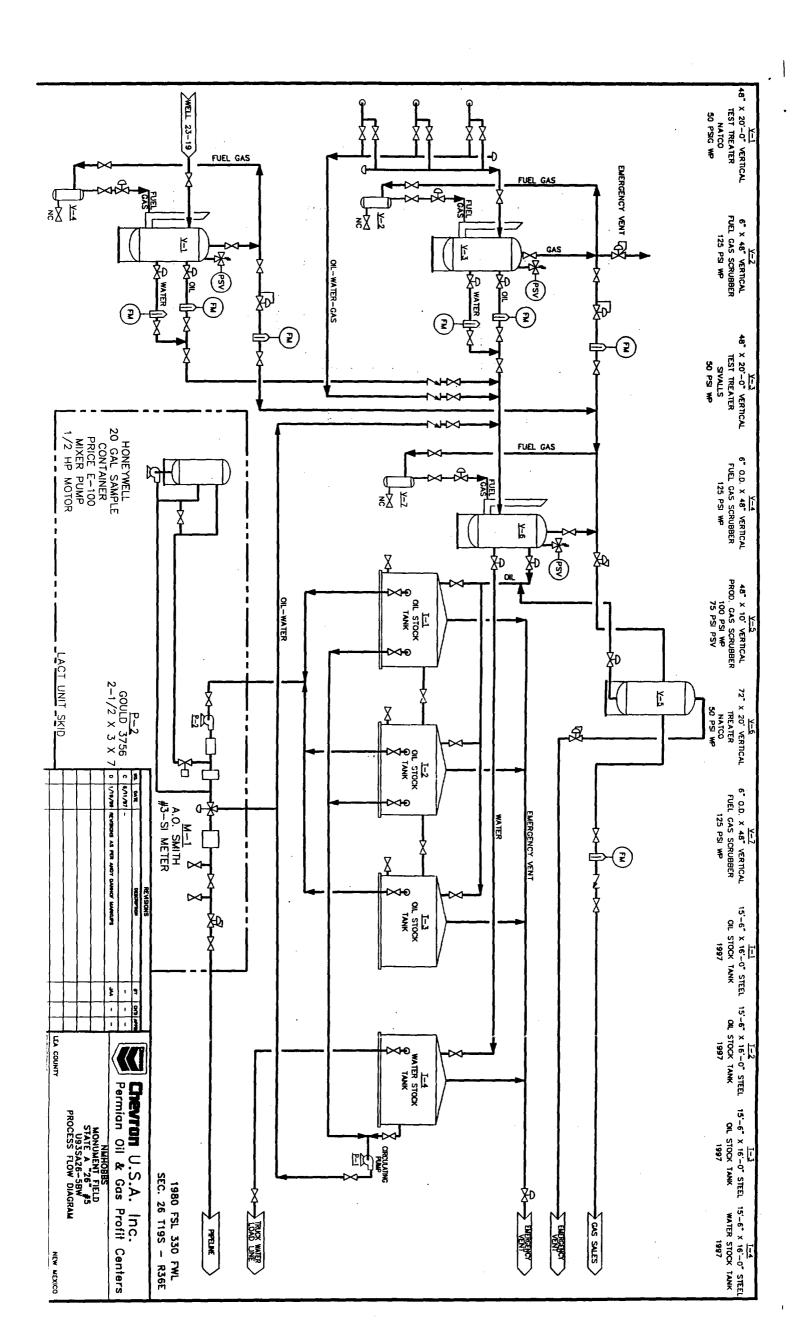
Sincerely,

J. K. Ripley

J.K. Ripley

Enclosures

cc: NMOCD - Santa Fe, NM





COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5793

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

> LEGAL (505)-827-5713

PLANNING (505)-827-5752

March 31, 1999

Chevron USA Production Company P.O. Box 1150 Midland, Texas 79702

Attn:

Ms. J. K. Ripley

Re:

Amendment to CTB-452

Surface Commingling Application State A "26" Well No. 5, Unit Letter L State A "26" Well No. 6, Unit Letter M Section 26-19S-36E, Lease B-2656 Weir "B" Well No. 2, Unit Letter J

Section 26-19S-36E

Monument "23" State Well No. 19 Unit Letter M, Section 23-19S-36E

Monument Abo Pool Lea County, New Mexico

Dear Ms. Ripley:

We have received your letter of March 2, 1999, wherein you requested our approval to amend the surface commingling of production from the above wells.

It is our understanding that the wells included in your application are producing from the Monument; Abo not North Monument Abo as officially state. Also, the Monument "23" State Well No. 19 will soon be going through a dedicated metering separator.

Since it appears that there will be no loss of revenue to the State of New Mexico's beneficiaries as a result of your proposed operation, your request is hereby approved. Our approval is given with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval, should this operation prove to be unprofitable to the state at any time in the future. Also, our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the New Mexico Oil Conservation Division's approval.

Your \$30.00 filing fee has been received.

Please submit a copy of the New Mexico Oil Conservation Division's approval.

Chevron USA Production Company Page 2 March 31, 1999

If you have any questions or if we may be of further help, please contact Pete Martinez at $(50\frac{1}{5})$ 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

For JAMI BAILEY, Director
Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File OCD--Mr. David Catanac 1, Mr. Ben Stone