



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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REC

FEB 23 2005

OIL CONSERVATION
DIVISION

February 21, 2005

ChevronTexaco
15 Smith Road
Midland, Texas 79705

Attn: Mr. Keith Lopez

Re: Application for Downhole Commingling
HT Orcutt E Well No. 4
Unit Letter D, Section 02-20S-37E
Skaggs Glorieta NW and Weir Blinebry Pools
Lea County, New Mexico

Dear Mr. Lopez:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on February 17, 2005. Your application requests our approval to downhole commingle the Skaggs Glorieta NW and Weir Blinebry production within the wellbore of the HT Orcutt E Well No. 4 located in the Unit Letter D, Section 02-20S-37E, Lea County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

<u>POOL</u>	<u>ALLOCATION</u>	
	<u>Oil%</u>	<u>Gas%</u>
Skaggs Glorieta NW	62.6%	35.6%
Weir Blinebry	37.4%	64.4%
	-----	-----
	100%	100%

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling the production from the above-mentioned well is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

-State Land Office Beneficiaries -

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State Park Commission • University of New Mexico • UNM Salina Lands • Water Resources • Western New Mexico University

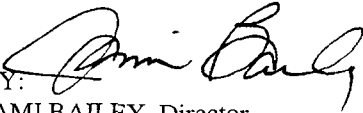
ChevronTexaco
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Please submit your \$30.00 filing fee.

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

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY: 

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

PL/JB/cpm

Enclosure

xc: Reader File

OCD--Attention: David Catanach



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

RECEIVED

FEB 22 2005

OIL CONSERVATION
DIVISION

Oil Conservation Division
1220 S Francis Dr
Santa Fe, NM 87505

RE: Proposed;
MC _____
DHC X _____
NSL _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Chevron USA Inc HI Orca H E #4-D-2-20s-37e
Operator Lease & Well No. Unit-S-T-R API # 30-025-36753

And my recommendations are as follows:

OK

Yours very truly,

Chris Williams (AP)
Chris Williams
Supervisor, District I