

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-744
Administrative Application Reference No. pMAM1504144545

February 11, 2015

Chevron USA Inc.
Attention: Ms. Jordan Kessler

Chevron USA Inc. (OGRID 4323) is hereby authorized to surface commingle oil and gas production from Red Hills; Bone Spring, North (96434), and from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>
<u>ULSTR</u>		
Gramma Ridge 14-24-34 Well No. 1H B-14-24S-34E	30-025-41811	330 FNL & 2300 FEL
Gramma Ridge 14-24-34 Well No. 2H D-14-24S-34E	30-025-41731	330 FNL & 340 FWL
Gramma Ridge 14 24 34 Well No. 8H A-14-24S-34E	30-025-42060	330 FNL & 380 FEL

All in NMPM, Lea County, New Mexico

The project area for these wells include the W/2 W/ 2, and E/2 of Section 14, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Gramma Ridge 14-24-34 Well No. 2H central tank battery (CTB), located in Unit D, of Section 14, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico.

The oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

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The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on February 11, 2015.

A handwritten signature in cursive script, reading "David R. Catanach". The signature is written in dark ink and is positioned above the printed name and title.

DAVID R. CATANACH

Director

DC/mam

cc: Oil Conservation Division – Hobbs