

State of New Mexico  
Energy, Minerals and Natural Resources Department

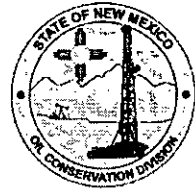
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**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Brett F. Woods, Ph.D.**  
Deputy Cabinet Secretary

**David R. Catanach, Division Director**  
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-744-A  
Administrative Application Reference No. pMAM1509228545

April 24, 2015

Chevron USA Inc.  
Attention: Ms. Cindy Herrera-Murillo

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. 5H C-14-24S-34E	30-025-42059	330` FNL & 2310` FWL
Gramma Ridge 14 24 34 Well No. 8H A-14-24S-34E	30-025-42060	330` FNL & 380` FEL

The project area for these wells include the entire 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.

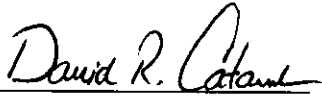
This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

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Chevron U.S.A. Inc.  
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This Division Order supersedes Division Order CTB-744, issued on February 11, 2015.

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

Done at Santa Fe, New Mexico, on April 24, 2015.

A handwritten signature in black ink, reading "David R. Catanach". The signature is written in a cursive style with a horizontal line underneath the name.

DAVID R. CATANACH  
Director

DC/mam

cc: Oil Conservation Division – Hobbs