State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. **Deputy Cabinet Secretary** David R. Catanach, Division Director Oil Conservation Division



August 19, 2015

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-426 Administrative Application Reference No. pJAG1520929577

CHEVRON U.S.A., INC.

Attention: Ms. Britany Cortez

Pursuant to your application received on July 27, 2015, Chevron U.S.A., Inc. (OGRID 4323) is hereby authorized to surface commingle gas production from the following pools located in Township 25 South, Range 35 East, NMPM, Lea County, New Mexico;

WILDCAT; DELAWARE

(97821)

WILDCAT; BONE SPRING

(96403)

and from the following diversely owned federal leases in said Section, Township, and Range in Lea County, New Mexico.

Lease:

Federal Lease NMNM-101609

Description:

SE/4 NE/4 of Section 23

Well:

Dinwiddie 23 Federal Well No. 1

Pool:

Wildcat; Delaware

Lease:

Federal Lease NMNM-114998

Description:

W/2 W/2 of Section 25

Well:

Talco 25 25 35 Federal Well No. 1H

Pool:

Wildcat; Bone Spring

The commingled gas production from the wells detailed above shall be measured and sold at the Dinwiddie 23 Federal Well No. 1 Central Tank Battery (CTB) located in Unit H, Section 23, Township 25 South, Range 35 East, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The gas production from each of the diversely-owned leases shall be separately metered using allocation meters.

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The operator shall notify the transporter of this commingling authority.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2).

The operator shall notify the Hobbs District office of the Division upon commencement of commingling operations.

DONE at Santa Fe, New Mexico, on August 19, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division District Office - Hobbs

Bureau of Land Management - Carlsbad