State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Tony Delfin Deputy Cabinet Secretary

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-783 Administrative Application Reference No. pMAM1607454270

April 5, 2016

Chevron USA Inc.

Attention: Ms. Cindy Herrera-Murillo

Chevron USA Inc. (OGRID 4323) hereby authorized to surface commingle oil and gas production from Wildcat G-05 S153111O; Abo-Wolfcamp (Pool code 97715) from the following diversely owned Federal leases and wells in Chaves County, New Mexico:

Lease:

Federal Com. Agreement NMNM 124555

Description:

S/2 N/2 of Section 10, Township 15 South, Range 31 East, NMPM

Well:

Perseus 10 Federal Com. Well No. 3H

Lease:

Federal Com. Agreement NMNM 130824

Description:

N/2 N/2 of Section 10, Township 15 South, Range 31 East, NMPM

Well:

Perseus 10 Federal Com. Well No. 4H

The combined project area for these wells include the N/2 of Section 10, Township 15 South, Range 31 East, NMPM, Chaves County, New Mexico.

The oil and gas production from these wells listed as part of this application shall be measured and sold from the Perseus 10 Federal Com. Well No. 3H Central Tank Battery (CTB), located in Unit H, of Section 10, Township 15 South, Range 31 East, NMPM, Chaves County, New Mexico.

Production from the subject wells shall be determined as follows:

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

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

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 Hobbs District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on April 5, 2016.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs

Bureau of Land Management - Roswell