



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Administrative Order DHC-3953

Application Reference Number: pTDS0727848985

CHEVRON U S A INC
15 Smith Road
MIDLAND, TX 79705

Attention: Richard A. Jenkins, Petroleum Engineer

THEODORE ANDERSON Well No. 012
API No: 30-025-34021
Unit P, Section 8, Township 20 South, Range 37 East, NMPM
Lea County, New Mexico

Pool: MONUMENT;PADDOCK Oil 47080
Names: WEIR;DRINKARD Oil 63840

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable to the well and allocation of production from the well shall be as follows.

MONUMENT;PADDOCK Pool	Pct Gas: 98	Pct Oil: 94
WEIR;DRINKARD Pool	Pct Gas: 2	Pct Oil: 6

These percentages shall be amended only with written permission of the Division.

The operator shall report the initial post-commingle production from this well to the Division on a sundry form and take action to plug back the Drinkard formation if the commingling is unsuccessful.

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Order approved at Santa Fe, New Mexico on 10/11/2007.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



MARK E. FESMIRE, P.E.
Director

cc: Oil Conservation Division – Hobbs