

## PATRICK H. LYONS COMMISSIONER

## State of New Mexico <sup>AN</sup> 11 51 Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

February 25, 2009

Chevron U.S.A Inc. 15 Smith Road Midland, TX 79705

Attention: Ms. Carolyn Haynie

Re:

Pool Lease Commingling

State A '26' Well No. 5 Commingled Battery

NW/4SW/4 Sec. 26-19S-36E Lea County, New Mexico

Dear Ms. Haynie:

We are in receipt of your letter of February 18, 2009 notifying this office of your intent to commingle the oil and gas production from the Monument Abo and the Monument Yeso, Northwest formation, into the State A '26', central tank battery, located in the NW/4SW/4 of Sec. 26-19S-36E.

The following wells will be commingled at the State A '26' Central Tank Battery:

State A '26' #5, API# 30-025-33524, (L) Sec. 26-19S-36E, B-2656-0 (Abo) State A '26' #6, API# 30-025-33598 (M) Sec. 26-19S-36E, B-2656-0 (Abo) Weir 'B' #2, API# 30-025-33820 (J) Sec. 26-19S-36E, Fee (Yeso) Monument 23 State #19 API# 30-25-34323 (M) 23-19S-36E, E-7572-0 (Abo)

It is our understanding that Chevron will use the current test separator to test the Weir B #2, production in accordance with NMOCD rules.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico, as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Your \$30.00 dollar filing fee has been received.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/pm

cc: Reader File, OCD-Attention: Mr. Ed Martin

-State Land Office Beneficiaries -