

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address CHEVRON U S A INC 11111 S WILCREST HOUSTON , TX 77099		2. OGRID Number 4323
		3. API Number 30-025-37832
4. Property Code 2615	5. Property Name EUNICE KING	6. Well No. 031

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
B	28	21S	37E	B	330	N	2630	E	LEA

8. Pool Information

PENROSE SKELLY,GRAYBURG	50350
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3457
14. Multiple N	15. Proposed Depth 4350	16. Formation Grayburg	17. Contractor	18. Spud Date
Depth to Ground water 50		Distance from nearest fresh water well > 1000		Distance to nearest surface water > 1000
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 20 _____mils thick Clay <input type="checkbox"/> Pit Volume: 4106 _____bbls Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	24	400	250	
Prod	7.875	5.5	15.5	4350	1000	

Casing/Cement Program: Additional Comments

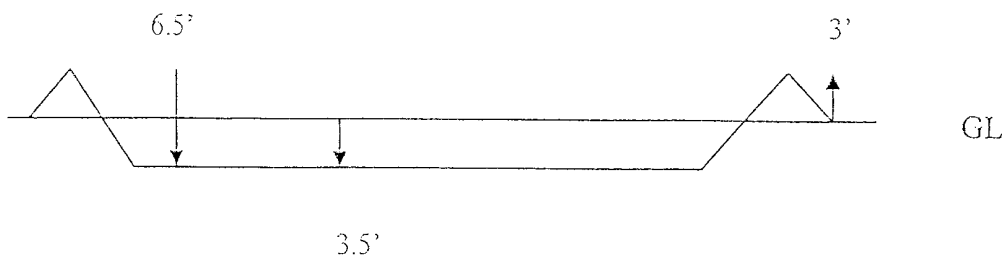
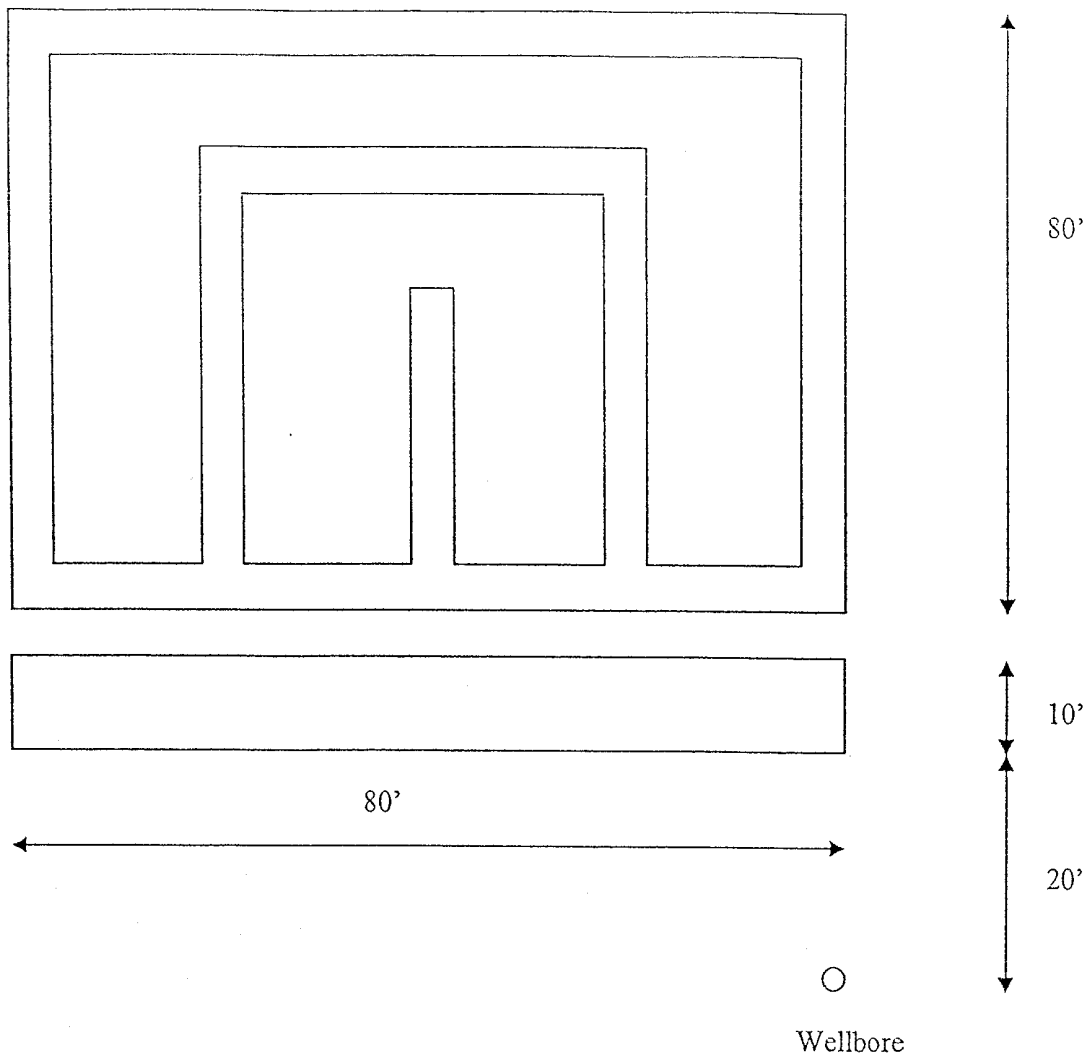
SURF CSG: 250 SX CL C CMT W/2% CACL,0.25 PPS CELLOFLAKE (J-55 ST&C) SLURRY PROP: 14.8 PPG,1.34 FT3/SK, 6.29 GPS MIX WATER PROD CSG: LEAD IN W/600 SX (35:65) POZ (FLY ASH) CL C CMT W/6% BENTONITE,5% SODIUM CHLORIDE,0.25 PPS CELLOFLAKE,0.4% FLUID LOSS ADDITIVE. TAIL IN W/400 SX (50:50) POZ (FLY ASH) CL C CMT W/5% SODIUM CHLORITE,2% BENTONITE,0.25 PPS CELLOFLAKE SLURRY PROP: 12.4 PPG, 2.15 FT3/SK, 11.97 GPS MIX WATER,14.2 PPG, 1.35 FT3/SX,6.33 GPS MIX WATER

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input checked="" type="checkbox"/> a general permit <input type="checkbox"/> , or an (attached) alternative OCB-approved plan <input type="checkbox"/> . Printed Name: Electronically filed by Denise Pinkerton Title: Regulatory Specialist Email Address: leakejd@chevron.com Date: 4/24/2006	OIL CONSERVATION DIVISION	
	Approved By: Paul Kautz	
	Title: Geologist	
	Approved Date: 4/24/2006	Expiration Date: 4/24/2007
	Conditions of Approval Attached	

CapStar #16 Pit Design



DISTRICT I
1825 N. FRENCH DR., HOBBS, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 50350	Pool Name Penrose Shelly Grayling
Property Code 2615	Property Name EUNICE KING	Well Number 31
OGRID No. 4323	Operator Name CHEVRON U.S.A. INC.	Elevation 3457'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	28	21-S	37-E		330	NORTH	2630	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: Denise Pinkerton Date: 4/24/06</p> <p>Printed Name: DENISE PINKERTON</p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>FEBRUARY 16, 2006</p> <p>Date Surveyed: _____ DSR</p> <p>Signature & Seal of Professional Surveyor: [Signature of Gary E. Edson] GARY E. EDSON NEW MEXICO 3/14/06 06.11.0314</p> <p>Certificate No. GARY E. EDSON 12641</p>
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Permit Conditions of Approval

Operator: CHEVRON U S A INC , 4323

Well: EUNICE KING #031

API: 30-025-37832

OCD Reviewer	Condition
pkautz	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
pkautz	prior to any pit construction notify Gary Wink at 505-393-6161 ext 114
pkautz	Will require administrative order for non-standard location
DMULL	NSL-5062-A (SD), 330/N & 2630/E, Penrose Skelly Grayburg, 40 acres, Shares with #28.