

NSL

Initial

Application

Received March 22, 2019

*This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete*

NSL-7874

Revised March 23, 2017

PKEL1909453762

RECEIVED: 3/22/19	REVIEWER: LRL	TYPE: NSL	APP NO:
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MAR 22 2019 AM 08:10

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Applicant:** Chevron U.S.A. Inc. <sup>PIA</sup> **OGRID Number:** 4323  
**Well Name:** SD EA 18 19 Fed P10 No. 14H Well **API:** 30-025-44139  
**Pool:** Upper Wolfcamp Pool Sanders Tank; Upper Wolfcamp **Pool Code:** 98097

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]  
 A. Location - Spacing Unit - Simultaneous Dedication  
 NSL     NSP (PROJECT AREA)     NSP (PRORATION UNIT)     SD
- B. Check one only for [ I ] or [ II ]  
 [ I ] Commingling - Storage - Measurement  
 DHC     CTB     PLC     PC     OLS     OLM  
 [ II ] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX     PMX     SWD     IPI     EOR     PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.  
 A.  Offset operators or lease holders  
 B.  Royalty, overriding royalty owners, revenue owners  
 C.  Application requires published notice  
 D.  Notification and/or concurrent approval by SLO  
 E.  Notification and/or concurrent approval by BLM  
 F.  Surface owner  
 G.  For all of the above, proof of notification or publication is attached, and/or,  
 H.  No notice required

FOR OCD ONLY	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

Michael H. Feldewert  
 \_\_\_\_\_  
 Print or Type Name

\_\_\_\_\_  
 Signature

March 22, 2019  
 \_\_\_\_\_  
 Date

505-988-4421  
 \_\_\_\_\_  
 Phone Number

mfeldewert@hollandhart.com  
 \_\_\_\_\_  
 e-mail Address

March 22, 2019

**VIA HAND DELIVERY**

Gabriel Wade  
Acting Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Application of Chevron U.S.A. Inc. for administrative approval of an unorthodox well location in Sections 18 and 19, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico.  
SD EA 18 19 Fed P14 No. 14H Well**

Dear Mr. Wade:

Chevron U.S.A. Inc. ("Chevron") (OGRID 4323) seeks administrative approval of an unorthodox well location for its **SD EA 18 19 Fed P14 No. 14H Well** (API No. 30-025-44139) to be completed within the Wolfcamp formation (Sanders Tank; Upper Wolfcamp Pool (98097)) underlying the W/2 E/2 of Sections 18 and 19. This well will be drilled from a surface location 455 feet from the north line and 2,555 feet from the east line (Unit B) of Section 18. The first perforation will be located 330 feet from the north line and 2,359 feet from the east line (Unit B) of Section 18 and the final perforation will be located 330 feet from the south line and 2,374 feet from the east line (Unit O) of Section 19. Since this acreage is governed by the Division's statewide rules, the completed interval for this well will be unorthodox because it is closer than 330 feet to the western boundary of the project area.

The ownership underlying the spacing and proration unit in the W/2 E/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the E/2 W/2 of Sections 18 and 19. Therefore, there are no affected parties in the affected spacing and proration unit to the west. The E/2 W/2 of Sections 18 and 19 will be developed by the **SD EA 18 19 Fed P13 No. 13H Well** (API No. 30-025-44133). Approval of the unorthodox completed interval will allow Chevron to develop these sections using their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

**Exhibit A** is a Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **SD EA 18 19 Fed P14 No. 14H Well** encroaches on the spacing and proration unit to the west.



**Exhibit B** is a land plat showing the proposed **SD EA 18 19 Fed P14 No. 14H Well** in relation to adjoining spacing units.

**Exhibit C** is a statement certifying that the ownership underlying the proposed spacing and proration unit in the W/2 E/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the E/2 W/2 of Sections 18 and 19 and, therefore, there are no affected parties by the unorthodox well location. A courtesy copy of this application has also been provided to the Bureau of Land Management—Carlsbad.

Your attention to this application is appreciated.

Sincerely,

A handwritten signature in blue ink, appearing to read "Adam G. Rankin, for".

Adam G. Rankin

**ATTORNEY FOR CHEVRON U.S.A. INC.**

cc: Bureau of Land Management-Carlsbad  
620 E. Green Street  
Carlsbad, NM 88220

1677 N. 1st St. Santa Fe, NM 87505  
 Phone: (505) 476-3467  
 Fax: (505) 476-3467  
 District IV  
 1220 S. St. Francis Dr. Santa Fe, NM 87505  
 Phone: (505) 476-3467 Fax: (505) 476-3462

State of New Mexico  
 Energy, Minerals & Natural Resources Department  
 OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr  
 Santa Fe, NM 87505

Form C-102  
 Revised August 1, 2011  
 Submit one copy to appropriate  
 District Office  
 AMI-NULD REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number <b>30-025-44139</b>	Prod Code 98097	Well Name <b>SANDERS TANK</b> W.C. 075-009S 263377-UPPER WOLFCAMP
Property Code <b>319774</b>	Property Name SDEA 18 19 H/D P14	Well Number 14H
GRID N 4323	Operator Name CHEVRON U.S.A. INC	Elevation 3223'

Surface Location

Lot	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	18	26 SOUTH	33 EAST N.M.P.M.		455'	NORTH	2555'	EAST	LLA

Bottom Hole Location If Different From Surface

Lot	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	19	26 SOUTH	33 EAST N.M.P.M.		180'	SOUTH	2374'	EAST	LLA

Dedicated Acre 320	Intersect	Consolidation Code	Order No.
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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.

SDEA 18 19 H/D P14 14H WELL	
X=	723 922 NAD 27
Y=	382 449
LAT	32 049408
LONG	103 610612
X=	765 109 NAD 83
Y=	382 507
LAT	37 049533
LONG	103 611081
ELEVATION=3223 NAD 83	

PROPOSED BOTTOM HOLE LOCATION	
X=	724 178 NAD 27
Y=	372 526
LAT	32 022124
LONG	103 610001
X=	765 366 NAD 83
Y=	372 583
LAT	32 022250
LONG	103 610468

PROPOSED FIRST TAKE POINT	
LAT	32 049877 NAD 83
LONG	103 610451

PROPOSED LAST TAKE POINT	
LAT	32 022662 NAD 83
LONG	103 610468

CORNER COORDINATES TABLE (NAD 27)

A	Y=382884 06	X=721214 40
B	Y=382923 55	X=726473 23
C	Y=372322 68	X=721279 27
D	Y=372364 44	X=726553 40

**OPERATOR CERTIFICATION**

I hereby certify that the well location and acreage dedication plat was plotted from field notes that were read to me or under my supervision and that same is true and correct to the best of my belief.

*[Signature]*  
 Signature Date: 3-8-2017

*[Signature]*  
 Participant Name: LINDSEY LINKER  
 Participant Address: LINDSEY LINKER, 10000 N. 1ST ST., SANTA FE, NM 87505

**SURVEYOR CERTIFICATION**

I hereby certify that the well location and acreage dedication plat was plotted from field notes that were read to me or under my supervision and that same is true and correct to the best of my belief.

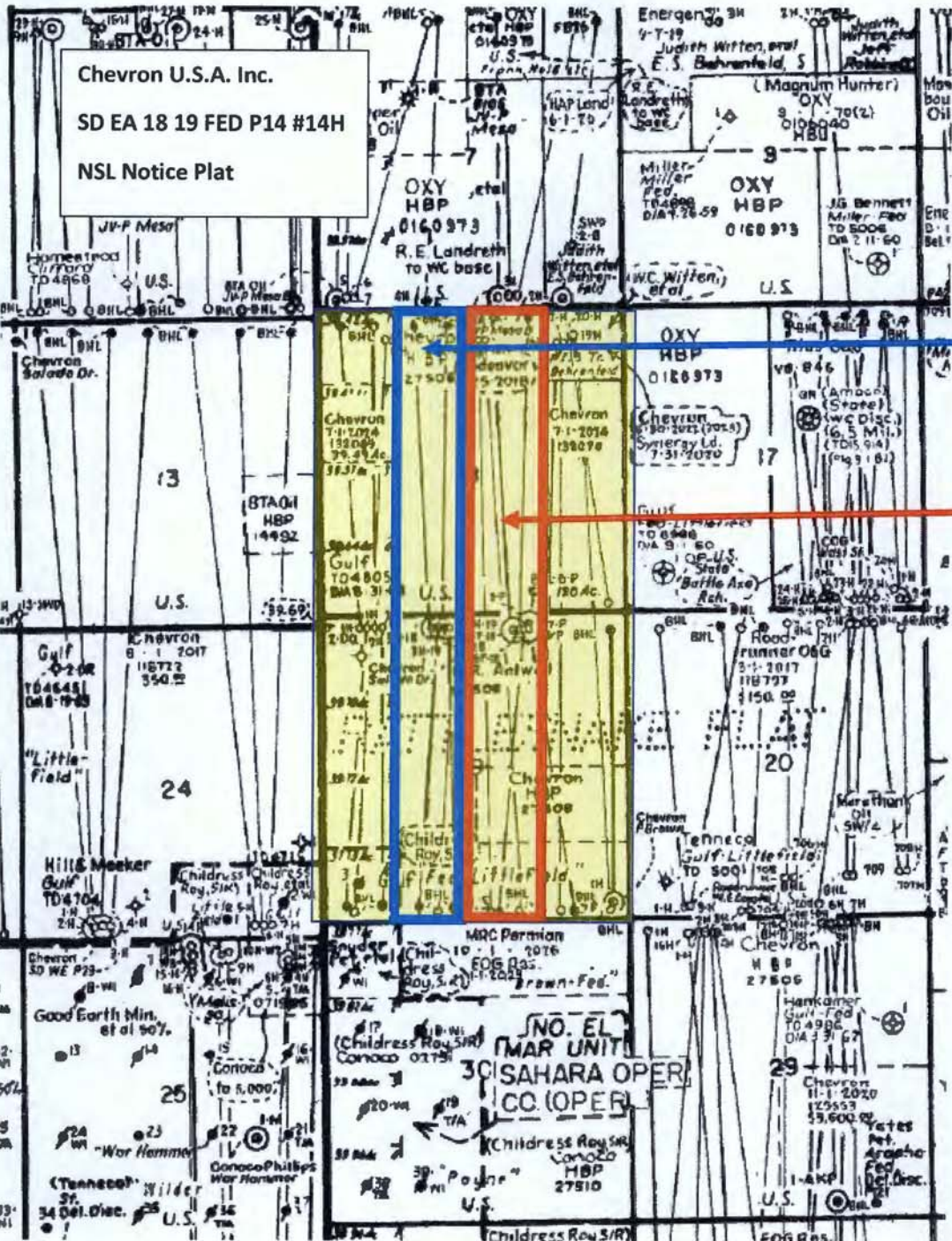
3-8-2017  
 Date of Survey

*[Signature]*  
 Signature and Seal of Professional Surveyor

ROBERT L. LASTRAPES  
 NEW MEXICO  
 23006  
 5-15-2017  
 Certificate Number

NSL  
 201





Chevron U.S.A. Inc.  
 SD EA 18 19 FED P14 #14H  
 NSL Notice Plat

Affected DSU

SD EA 18 19 FED  
 P14 #14H DSU

EXHIBIT  
 B

**Certification of Ownership**

I have reviewed the ownership of the oil and gas leasehold in Sections 18 and 19, T26S-R33E, Lea County, New Mexico, for purposes of the unorthodox location for Chevron's SD EA 18 19 Fed P14 No. 14H Well and certify that the ownership underlying the proposed spacing and proration unit in the W/2 E/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the E/2 W/2 of Sections 18 and 19.

**Chevron U.S.A. Inc.**



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Scott Sabrsula  
Land Representative  
March 7, 2019



## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Thursday, April 4, 2019 2:59 PM  
**To:** Michael Feldewert  
**Subject:** Clarification on NSL Well Names

**Importance:** High

Mr. Feldewert,

I have a few NSL applications from Chevron USA INC.

I need clarification on the name of the well for the following NSLs

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 10H with the following associated API No. 30-025-44130 [OCD name is SD EA 18 19 (P13) Federal Well No. 10H] ✓

The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 13H with the following associated API No. 30-025-44133 [OCD name is SD EA 18 19 P14 Federal Well No. 13H] ✓

The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 14H with the following associated API No. 30-025-44139 [OCD name is SD EA 18 19 P14 Federal Well No. 14H] ✓

The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

### **Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>



## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Monday, April 22, 2019 8:59 AM  
**To:** 'Michael Feldewert'  
**Cc:** Sharp, Karen, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; Jones, William V, EMNRD; Goetze, Phillip, EMNRD; McMillan, Michael, EMNRD; Dawson, Scott, EMNRD; Murphy, Kathleen A, EMNRD; 'jglover@blm.gov'  
**Subject:** APPROVED NSL-7874\_Chevron U.S.A. Inc.\_SD EA 18 19 Federal P14 Well No. 014H\_SEC 18 26S 33E\_Lea County  
  
**Importance:** High

Mr. Michael Feldewert,

The following administrative order has been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

### **NSL-7874**

Chevron U.S.A., Inc. [4323]

30-025-44139

SD EA 18 19 Federal P14 Well No. 014H

### **Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

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