

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-7873

Revised March 23, 2017

PLEL 1909453302

RECEIVED: 3/22/19	REVIEWER: LRL	TYPE: NSL	APP NO:
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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. <i>PMA</i>	OGRID Number: 4323
Well Name: SD EA 18 19 Fed P10 No. 13H Well	API: 30-025-44133
Pool: Upper Wolfcamp Pool <i>Sanders Tank; Upper Wolfcamp</i>	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

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

- 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

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

Michael H. Feldewert

 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 black ink, appearing to read "Adam G. Rankin" with a stylized flourish at the end.

Adam G. Rankin

ATTORNEY FOR CHEVRON U.S.A. INC.

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

State of New Mexico
 Energy, Minerals & Natural Resources Department
 OIL CONSERVATION DIVISION
 1220 South St Francis Dr
 Santa Fe, NM 87505
 Phone (505) 476 3460 Fax (505) 476 1 2

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
 AMLNDFD RFPORI

HOBBS OCD

OCT 20 2017

RECEIVED

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-44133	Pool Code 98097	Well Name WC025G09S263327G.U PPER WOLF CAMP
Property C id 319774	Property Name SD EA 18 19 FED P14	Well Number 1311
OCRID No 4323	Operator Name CHEVRON U.S.A. INC	Elevation 3223

Surface Location

Tract or Lot No	Section	Township	Range	Section	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	2580'	EAST	LEA

Bottom Hole Location If Different From Surface

Tract or Lot No	Section	Township	Range	Section	Feet from the	North-South line	Feet from the	East-West line	County
N	19	26 SOUTH	33 EAST N.M.P.M.		180'	SOUTH	2490'	WEST	LEA

Dedicated Acre 320	Joint Infill	Completion	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

SD EA 18 19 FED P14 13H WFL		
X=	723 897	NAD 27
Y=	382 449	
LAT	32 049408	
LONG	103 610693	

X=	765 084	NAD83
Y=	392 506	
LAT	32 049533	
LONG	103 611162	

ELEVATION = 3223 NAVD 88

PROPOSED BOTTOM HOLE LOCATION		
X=	723 768	NAD 27
Y=	372 522	
LAT	32 022123	
LONG	103 611323	

X=	764 956	NAD83
Y=	372 579	
LAT	32 022248	
LONG	103 611791	

PROPOSED FIRST TAKE POINT		
LAT	32 049876	NAD 83
LONG	103 611775	

PROPOSED LAST TAKE POINT		
LAT	32 022661	NAD 83
LONG	103 611790	

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 shown on this plat was plotted from field notes of a true survey made by me or under my supervision and that the same is true and correct to the best of my belief.

[Signature]
 Signature Date

[Printed Name]
 Printed Name

[Email Address]
 Email Address

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of a true survey made by me or under my supervision and that the same is true and correct to the best of my belief.

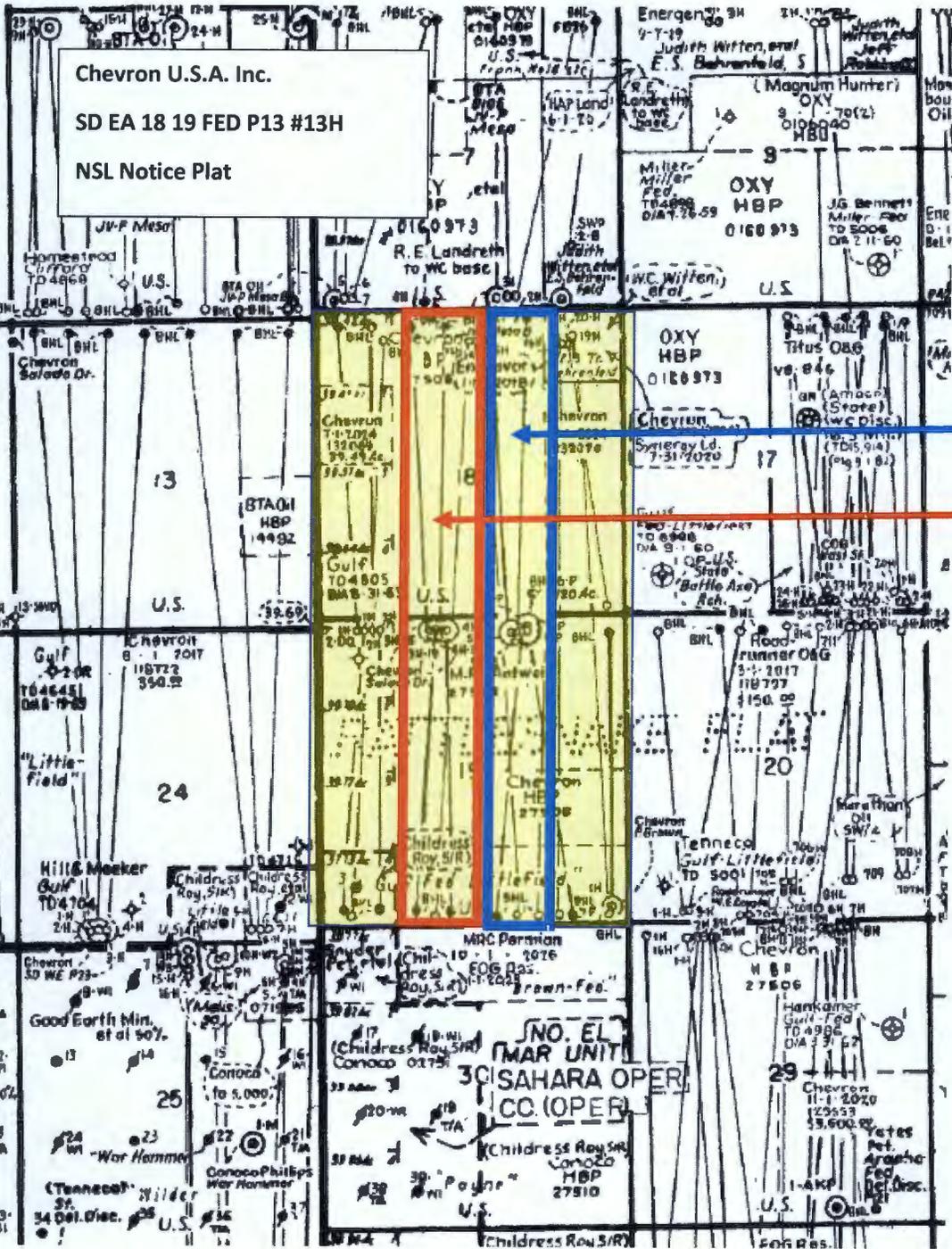
3-8-2017
 Date of Survey

[Signature]
 Signature and Seal of Professional Surveyor

23006
 Certificate Number

NSL

EXHIBIT
A



Chevron U.S.A. Inc.
 SD EA 18 19 FED P13 #13H
 NSL Notice Plat

Affected DSU

SD EA 18 19 FED
 P13 #13H DSU

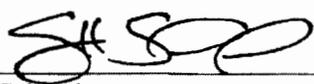
EXHIBIT
 B

Certification of Ownership

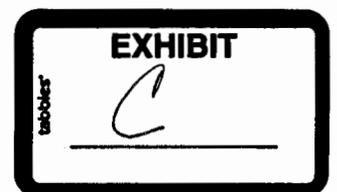
14

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 well location for Chevron's SD EA 18 19 Fed P13 No. 13H Well and certify that the ownership underlying the proposed spacing and proration unit in the E/2 W/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the W/2 E/2 of Sections 18 and 19 and, therefore, there are no affected parties by the unorthodox well location.

Chevron U.S.A. Inc.



Scott Sabrsula
Land Representative
March 7, 2019



Lowe, Leonard, EMNRD

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