



November 8, 2000

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

Request for Administrative Approval
Simultaneous Dedication
Eunice King # 8
1980' FNL & 660' FEL
Unit H, Section 28, T21S, R37E
Lea County, New Mexico

NOV 16 2000

New Mexico Oil Conservation Division
Attn: Lori Wrotenbery
2040 South Pacheco
Santa Fe, NM 87505

Dear Ms. Wrotenbery:

Chevron U.S.A. Inc. respectfully requests administrative approval for simultaneous dedication of the Eunice King # 8 with the Eunice King # 13 and # 14 in the Tubb Oil and Gas Pool.

Chevron is planning to recomplete the Eunice King # 8 as a gas well in the Tubb formation. The subject well was originally drilled and completed as an oil producer in the Drinkard formation in 1948. The well has produced from the Drinkard (1948-61), Blinebry (1961-87), Paddock (1988-92), and Blinebry (1992-present) formations during its history. Currently, Eunice King # 8 is a shut-in marginal producer in the Blinebry, with a last test of 1 BOPD, 3 BWPD, and 20 MCFPD. In order to return the well to economic production it is proposed to recomplete as a gas producer in the Tubb formation.

Eunice King # 13 and # 14 are currently simultaneously dedicated to a standard 160-acre Tubb Gas Proration Unit consisting of the NE ¼ of Section 28, T21S, R37E. Eunice King # 13 is located 554' FNL & 554' FEL of Section 28 and Eunice King # 14 is located 1874' FNL & 2086' FEL of Section 28. The simultaneous dedication of these two unorthodox gas well locations to a 160-acre standard Tubb Gas Proration Unit were authorized by the NMOCD on March 17, 1999 under Administrative Order NSL-4234 (SD).

Chevron U.S.A. Inc. respectfully requests administrative approval to simultaneously dedicate Tubb Oil and Gas Pool production from Eunice King # 8, #13, and #14 to a

standard 160-acre gas proration unit consisting of the NE ¼ of Section 28, T21S, R37E, Lea County, New Mexico.

A copy of this application was mailed via certified mail to all affected offset operators.

If you have any questions concerning this application, please contact Mike Howell at (915) 687-7516.

Sincerely,

A handwritten signature in cursive script that reads "A. M. Howell". The signature is written in black ink and is positioned above the typed name and title.

A. M. Howell
Sr. Petroleum Engineer

Attachments

cc: NMOCD – Hobbs, New Mexico
Dwayne Duncan
Mike Howell
Janice Ripley
Denise Beckham
Well Files

DATE IN	SUSPENSE	ENGINEER	LOGGED	TYPE
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

[NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
 [DD-Directional Drilling] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Directional Drilling
 NSL NSP DD ☒ SD

Check One Only for [B] and [C]

[B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR


[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
 [B] ☒ Offset Operators, Leaseholders or Surface Owner
 [C] Application is One Which Requires Published Legal Notice
 [D] Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
 [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
 [F] Waivers are Attached

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

A. M. Howell		Sr. Petro. Engineer	11/13/2000
Print or Type Name	Signature	Title	Date

Eunice King # 8
Chevron U.S.A. Inc.
Simultaneous Dedication
Request For Administrative Approval

List Of Offset Operators:

1. Conoco Inc.
10 Desta Dr., Suite 100W
Midland, TX 79705
2. John H. Hendrix Corporation
P. O. Box 3040
Midland, TX 79702
3. Marathon Oil Company
Box 552
Midland, TX 79702
4. Shell Western E&P Inc.
P. O. Box 1950
Hobbs, NM 88240-1950

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources DepartmentForm C-102
Revised March 17, 1999OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-06851		² Pool Code 86440		³ Pool Name Tubb Oil & Gas	
⁴ Property Code 2615		⁵ Property Name Eunice King			⁶ Well Number 14
⁷ OGRID No. 4323		⁸ Operator Name Chevron U.S.A., Inc.			⁹ Elevation 3448'

¹⁰ Surface Location


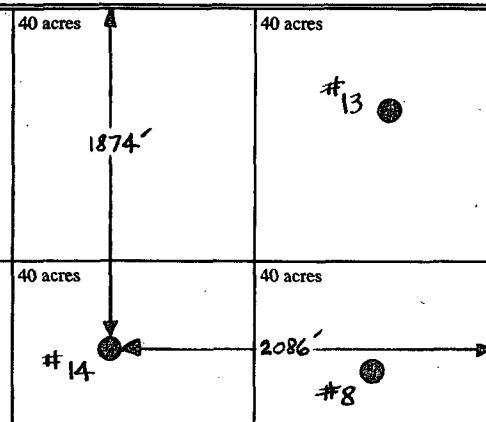
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	28	21S	37E		1874	North	2086	East	Lea

¹¹ 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

¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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

16	160-acre proration unit -->	40 acres	40 acres	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief  Signature <u>A. M. Howell</u> Printed Name <u>Sr. Petroleum Engineer</u> Title <u>November 9, 2000</u>
			40 acres	
		40 acres	40 acres	¹⁸ SURVEYOR CERTIFICATION 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. Signature and Seal of Professional Surveyer:
				Certificate Number

District I
1625 N. French Dr., Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

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

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised March 17, 1999

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe. NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-06844	² Pool Code 86440	³ Pool Name Tubb Oil & Gas
⁴ Property Code 2615	⁵ Property Name Eunice King	⁶ Well Number 8
⁷ OGRID No. 4323	⁸ Operator Name Chevron U.S.A., Inc.	⁹ Elevation 3435'

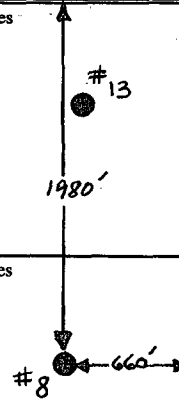
¹⁰ Surface Location

UL or lot no. H	Section 28	Township 21S	Range 37E	Lot Idn	Feet from the 1980	North/South line North	Feet from the 660	East/West line East	County Lea
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¹¹ 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
¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.						

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District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe. NM 87505

Form C-102
Revised March 17, 1999

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-06849	² Pool Code 86440	³ Pool Name Tubb Oil & Gas
⁴ Property Code 2615	⁵ Property Name Eunice Kling	⁶ Well Number 13
⁷ OGRID No. 4323	⁸ Operator Name Chevron U.S.A., Inc.	⁹ Elevation 3441'

¹⁰ Surface Location

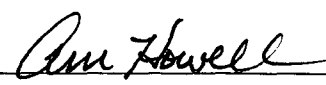
UL or lot no. A	Section 28	Township 21S	Range 37E	Lot Idn	Feet from the 554	North/South line North	Feet from the 554	East/West line East	County Lea
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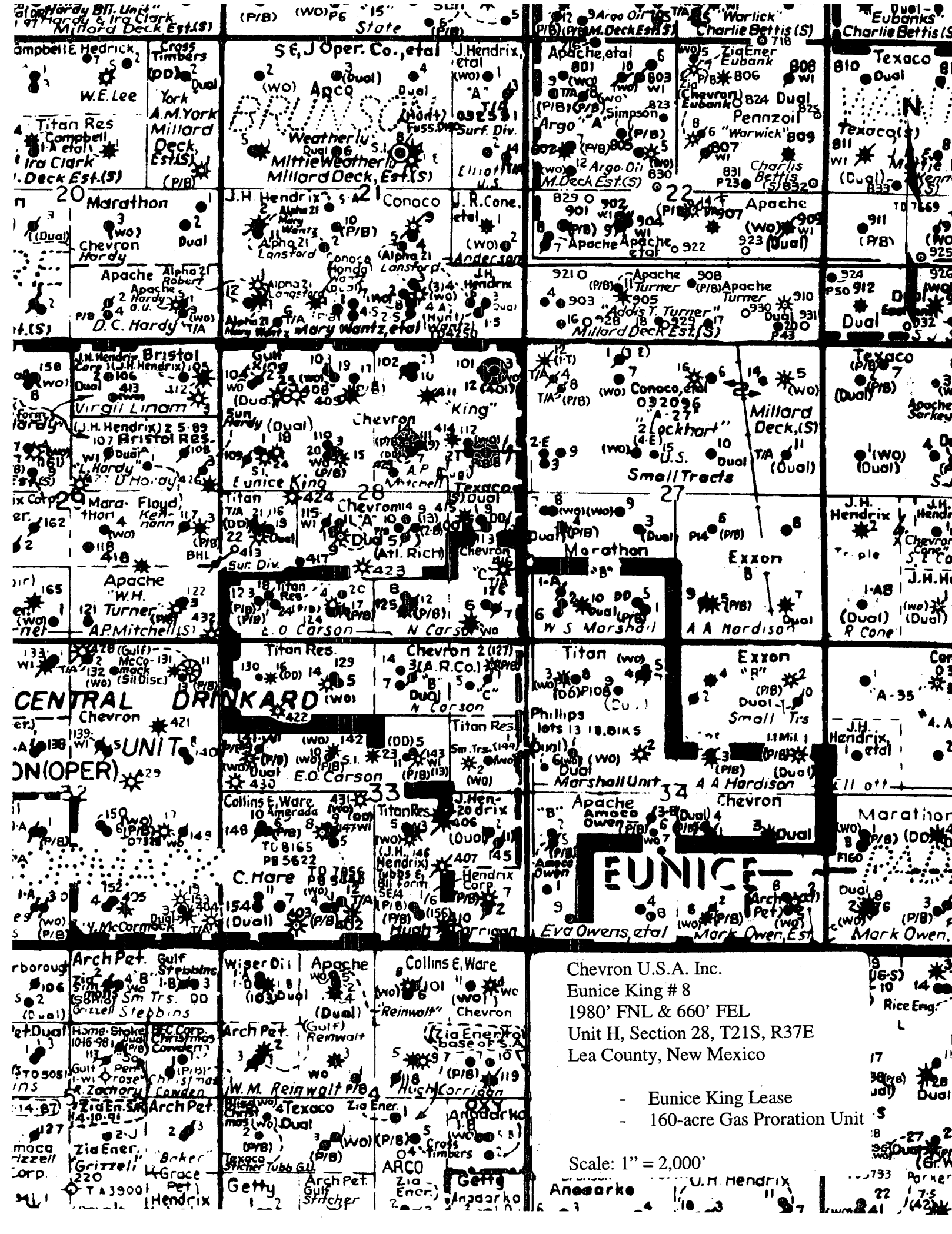
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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16	160-acre proration unit -->	40 acres	40 acres	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief  Signature A. M. Howell Printed Name Sr. Petroleum Engineer Title November 9, 2000
		40 acres	40 acres	¹⁸ SURVEYOR CERTIFICATION 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. Signature and Seal of Professional Surveyor: Certificate Number





**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

**OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131**

March 17, 1999

**Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79702-1150
Attention: Alan W. Bohling**

Administrative Order NSL-4234(SD)

Dear Mr. Bohling:

Reference is made to your application dated February 18, 1999, which was received by the New Mexico Oil Conservation Division ("Division") in Santa Fe on February 25, 1999, for an unorthodox Tubb gas well location within an existing standard 160-acre gas spacing and proration unit ("GPU") for the Tubb Oil and Gas Pool comprising the NE/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. This GPU is currently dedicated to Chevron U.S.A. Inc.'s Eunice King Well No. 13 (API No. 30-025-06849) located at an unorthodox gas well location 554 feet from the North and East lines (Unit A) of Section 28, which was "grandfathered" in as a standard Tubb gas well location for the subject 160-acre GPU pursuant to Rule 2 of the "*Special Rules and Regulations for the Tubb Gas Pool*," as promulgated by Division Order No. R-586, issued in Case No. 728 dated April 11, 1955.

It is our understanding that the subject well in this application, the Eunice King Well No. 14 (API No. 30-025-06851), was originally drilled by Gulf Oil Corporation in 1949 to a total depth of 7,665 feet and completed in the Hare-Simpson Pool at a standard oil well location 1874 feet from the North line and 2086 feet from the East line (Unit G) of Section 28. In 1990 Chevron recompleted this well as an oil well into the Blinebry Oil and Gas Pool. It is further understood that Chevron now intends to recomplate this well up-hole into the Tubb Oil and Gas Pool.

Pursuant to Rule 2(b)1 of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Tubb Oil and Gas Pool*," as promulgated by Division Order No. R-8170, as amended, the location of the Eunice King Well No. 14 is considered to be unorthodox.

By authority granted me under the provisions of Rule 2(d) of the special rules for the Tubb Oil and Gas Pool, the unorthodox location of the Eunice King Well No. 14 is hereby approved.

Also, you are hereby authorized to simultaneously dedicate Tubb gas production from the Eunice King Well No. 14 with the Eunice King Well No. 13. Furthermore, you are hereby

Administrative Order NSL-4234(SD)

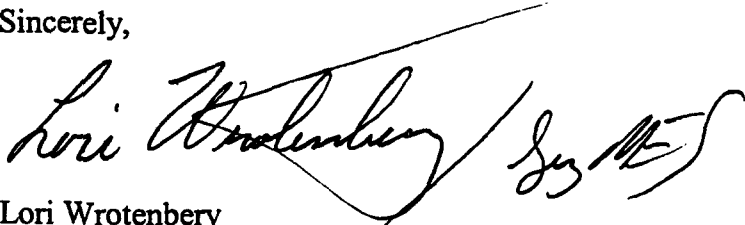
Chevron U.S.A. Inc.

March 17, 1999

Page 2

permitted to produce the allowable assigned the subject 160-acre GPU from both wells in any proportion.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery / by MES". The signature is written in dark ink and is positioned above the typed name and title.

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs