STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF CHEVRON U.S.A. INC. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

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APPLICATION OF CHEVRON U.S.A. INC. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO Case No. 21113

Case No. 21124

Case No. 21125

KAISER-FRANCIS OIL COMPANY'S CONSOLIDATED AMENDED PRE-HEARING STATEMENT

Kaiser-Francis Oil Company ("Kaiser-Francis") filed its Pre-Hearing Statement on February 27, 2020, objecting to Chevron U.S.A. Inc.'s ("Chevron") applications based on Chevron's plan to back-build north into Section 24, Township 23 South, Range 28 East, where Kaiser-Francis is drilling the Brantley Fee 2419 WC #2H well. Subsequent to the filing of Kaiser-Francis's Pre-Hearing Statement, Chevron agreed to revise its directional plans and has confirmed that it no longer intends to back-build north into Section 24. Chevron has also agreed to notify the Division and Kaiser-Francis if Chevron revises its directional plans to include back-building north into Section 24 and that Kaiser-Francis reserves the right to request that the Division re-open these matters in that circumstance. Based on these agreements, Kaiser-Francis withdraws its objections to Chevron's applications. Respectfully submitted,

HINKLE SHANOR, LLP

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Counsel for Kaiser-Francis Oil Company

CERTIFICATE OF SERVICE

I hereby certify that on this 3rd day of March, 2020, I sent a true and correct copy of Kaiser-Francis Oil Company's Consolidated Amended Pre-Hearing Statement via email to:

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Attorneys for Chevron U.S.A., Inc.

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