

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

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

CASE NOS. 21294, 21295

CHEVRON'S CONSOLIDATED PRE-HEARING STATEMENT

This consolidated pre-hearing statement is submitted by Chevron U.S.A. Inc. ("Chevron") as required by the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

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ATTORNEY

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STATEMENT OF THE CASE

In **Case No. 21294**, Chevron seeks an order pooling all uncommitted interests in the Bone Spring formation (Culebra Bluff; Bone Spring, South Pool [15011]) underlying a standard 240-acre horizontal spacing unit comprised of the W/2 E/2 of Section 23 and the W/2 SE/4 of Section 14, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. Chevron proposes to dedicate the above-referenced spacing unit to the initial **CB BERU 23 14 FEE 06 #301H Well**

(API No. 30-015-46926), to be horizontally drilled from surface hole locations in the SE/4 SE/4 (Unit P) of Section 23 to bottom hole locations in the SW/4 NE/4 (Unit G) of Section 14. The completed interval of this well will comply with statewide setbacks for oil wells.

In **Case No. 21295**, Chevron seeks an order pooling all uncommitted interests in the Bone Spring formation (Culebra Bluff; Bone Spring, South Pool [15011]) underlying a standard 240-acre horizontal spacing unit comprised of the E/2 E/2 of Section 23 and the E/2 SE/4 of Section 14, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. Chevron proposes to dedicate the above-referenced spacing unit to the proposed initial **CB BERU 23 14 FEE 06 #302H Well (API No. 30-015-46927)**, to be horizontally drilled from surface hole locations in the SE/4 SE/4 (Unit P) of Section 23 to bottom hole locations in the SE/4 NE/4 (Unit H) of Section 14. The completed interval for this well will comply with statewide setbacks for oil wells.

APPLICANT’S PROPOSED EVIDENCE

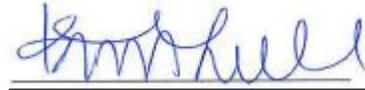
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Kelly Rau, Landman	Affidavit	Approx. 5
Karl Bloor, Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Chevron intends to present these cases by affidavits if uncontested at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP



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