BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING JUNE 11, 2020

CASE No. 21296

CB BERU 23 14 FEE 06 401H-403H WELLS

EDDY COUNTY, NEW MEXICO



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

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

CASE NO. 21296

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COMPULSORY POOLING APPLICATION CHECKLIST (pdf)

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Case: 21296	APPLICANT'S RESPONSE					
Date: June 11, 2020						
Applicant	Chevron U.S.A. Inc.					
Designated Operator & OGRID (affiliation if applicable)	Chevron U.S.A. Inc. (OGRID No. 4323)					
Applicant's Counsel:	Holland & Hart LLP					
Case Title:	APPLICATION OF CHEVRON U.S.A. INC. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO					
Entries of Appearance/Intervenors:	NA					
Well Family	CB BERU 23 14 FEE 06 wells					
Formation/Pool						
Formation Name(s) or Vertical Extent:	Wolfcamp					
Primary Product (Oil or Gas):	Gas					
Pooling this vertical extent:	Wolfcamp formation					
Pool Name and Pool Code:	Purple Sage; Wolfcamp (Gas) Pool [Pool Code 98220]					
Well Location Setback Rules:	Purple Sage; Wolfcamp (Gas) Pool Rules					
Spacing Unit Size:	480 acres, more or less					
Spacing Unit						
Type (Horizontal/Vertical)	Horizontal					
Size (Acres)	480 acres, more or less					
Building Blocks:	quarter sections					
Orientation:	North/South					
Description: TRS/County	E/2 of Section 23 and the SE/4 of Section 14, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico					
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes					
Other Situations						
Depth Severance: Y/N. If yes, description	No					
Proximity Tracts: If yes, description	No					
Proximity Defining Well: if yes, description	N/A					
Applicant's Ownership in Each Tract	Exhibit C-3					
Well(s)						
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	BEFORE THE OIL CONSERVATION DIVI Santa Fe, New Mexico Exhibit No. A Submitted by: Chevron U.S.A. Inc.					

ISION

Submitted by: Chevron U.S.A. Inc. Hearing Date: June 11, 2020

Case No. 21296

	SHL:470 feet from the south line and 925 feet from the east line, SE/4 SE/4 (Unit P) of Section 23, Township 23 South, Range 28 East, NMPM.
	BHL:2615 feet from the South line and 2310 feet from the east line, SW/4 NE/4 (Unit G) of Section 14, Township 23 South, Range 28 East, NMPM.
	Completion Target: Wolfcamp Well Orientation:South to North Completion Location expected to be:standard
Well #2	CB BERU 23 14 FEE 06 Well No. 402H, API No. 30-015-46929 SHL:470 feet from the south line and 875 feet from the east line, SE/4 SE/4 (Unit P) of Section 23, Township 23 South, Range 28 East, NMPM. BHL:2615 feet from the South line and 1260 feet from the east line, SE/4 NE/4 (Unit H) of Section 14, Township 23 South, Range 28 East, NMPM.
	Completion Target: Wolfcamp Well Orientation:South to North Completion Location expected to be:standard
Well #3	CB BERU 23 14 FEE 06 Well No. 403H, API No. 30-015-46930 SHL:470 feet from the south line and 825 feet from the east line, SE/4 SE/4 (Unit P) of Section 23, Township 23 South, Range 28 East, NMPM. BHL:2615 feet from the South line and 330 feet from the east line, SE/4 NE/4 (Unit H) of Section 14, Township 23 South, Range 28 East, NMPM.
	Completion Target: Wolfcamp Well Orientation:South to North Completion Location expected to be:standard
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibit C-4
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C, C-4
Requested Risk Charge	Exhibit C
Notice of Hearing	
Proposed Notice of Hearing	Exhibit B
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	· ·
Land Ownership Schematic of the Spacing Unit	Exhibit C-3
Tract List (including lease numbers and owners)	Exhibit C-3
Pooled Parties (including ownership type)	Exhibit C-3

Unlocatable Parties to be Pooled	Exhibit C
Ownership Depth Severance (including percentage above &	belov None
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3
Chronology of Contact with Non-Joined Working Interests	Exhibit C-5
Overhead Rates In Proposal Letter	Exhibit C-4
Cost Estimate to Drill and Complete	Exhibit C-4
Cost Estimate to Equip Well	Exhibit C-4
Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D, D-2
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-2
Well Orientation (with rationale)	Exhibit D, D-2, D-3, D-4
Target Formation	Exhibit D, D-2, D-3, D-4
HSU Cross Section	Exhibit D, D-3, D-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1, D-2
Structure Contour Map - Subsea Depth	Exhibit D-2
Cross Section Location Map (including wells)	Exhibit D, D-3, D-4
Cross Section (including Landing Zone) Additional Information	Exhibit D, D-3, D-4
Cross Section Location Map (including wells) Cross Section (including Landing Zone)	Exhibit D, D-3, D-4 Exhibit D, D-3, D-4
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	Sand I a I
Date:	9-Jun-20

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

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

CASE NO. 21296

APPLICATION

Chevron U.S.A. Inc. ("Chevron" or "Applicant") (OGRID No. 4323), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of N.M.S.A. 1978, § 70-2-17, for an order pooling all uncommitted interests in the Wolfcamp formation underlying a standard 480-acre horizontal spacing unit comprised of the E/2 of Section 23 and the SE/4 of Section 14, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. In support of its application, Chevron states:

- 1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
- 2. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the following proposed wells:
 - The CB BERU 23 14 FEE 06 #401H Well to be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 23 to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 14; and
 - The CB BERU 23 14 FEE 06 #402H Well and the CB BERU 23 14 FEE 06 #403H Well, both are 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.

Case No. 21296

- 3. Pursuant to the Special Rules for the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220), the completed interval for each of these proposed initial wells will comply with the 330-foot setback requirement.
- 4. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all the working interest owners in the subject spacing unit.
- 5. The pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.
- 6. In order to permit Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this horizontal spacing unit should be pooled and Applicant should be designated the operator of these proposed horizontal wells and spacing unit.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 11, 2020, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interests in the Wolfcamp formation underlying the proposed spacing unit;
- B. Approving the initial wells in the horizontal well spacing unit;
- C. Designating Applicant as operator of the horizontal spacing unit and the horizontal wells to be drilled thereon;
- D. Authorizing Applicant to recover its costs of drilling, equipping and completing the wells;

- E. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- F. Imposing a 200% charge for the risk assumed by Applicant in drilling and completing the wells against any working interest owner who does not voluntarily participate in the drilling of the wells.

Respectfully submitted,

HOLLAND & HART LLP

Bv:

Michael H. Feldewert

Adam G. Rankin

Julia Broggi

Kaitlyn A. Luck

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

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kaluck@hollandhart.com

ATTORNEYS FOR CHEVRON U.S.A. INC

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

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

CASE NOS. 21296

AFFIDAVIT OF KELLY RAU

Kelly Rau, of lawful age and being first duly sworn, declares as follows:

My name is Kelly Rau. I work for Chevron USA Inc. ("Chevron") as a Land 1.

Representative.

2. I have previously testified before the New Mexico Oil Conservation Division as an

expert witness in petroleum land matters. My credentials in petroleum land matters have been

accepted by the Division and made a matter of record.

3. I am familiar with the application filed by Chevron in this case, and I am familiar

with the status of the lands in the subject area.

None of the uncommitted parties in this case has indicated opposition to this 4.

pooling application, and therefore I do not expect any opposition at the hearing.

5. Chevron seeks an order pooling all uncommitted interests in the Wolfcamp

formation (Purple Sage; Wolfcamp (Gas) Pool [98220]) underlying a standard 480-acre horizontal

spacing unit comprised of the E/2 of Section 23 and the SE/4 of Section 14, Township 23 South,

Range 28 East, NMPM, Eddy County, New Mexico.

6. Chevron seeks to dedicate this spacing unit to the following proposed initial wells:

(1) The CB BERU 23 14 FEE 06 #401H Well (API No. 30-015-46928) to

be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

- P) of Section 23 to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 14; and
- (2) The CB BERU 23 14 FEE 06 #402H Well (API No. 30-015-46929) and (3) the CB BERU 23 14 FEE 06 #403H Well (API No. 30-015-46930), both are 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.
- 7. **Chevron Exhibit C-1** are the Form C-102s for each of these proposed wells.
- 8. These wells are located in the Purple Sage; Wolfcamp (Gas) Pool (98220), and the completed interval for each of these proposed initial wells will comply with the 330-foot setback requirement.
- 9. There are no depth severances in the Wolfcamp formation underlying the proposed spacing unit.
- 10. Chevron Exhibit C-2 contains a plat outlining the unit being pooled and identifies the tracts of land comprising the proposed horizontal spacing unit. This proposed spacing unit includes fee lands.
- 11. Chevron has identified on **Exhibit C-3** the "uncommitted" working interest owners and unleased mineral interest owners that remain to be pooled. Chevron is also seeking to pool the overriding royalty interest owners identified on **Exhibit C-3**.
- 12. Chevron sent well proposal letters, together with corresponding AFEs, to the working interest owners and unleased mineral interest owners in this case. The costs reflected in the AFEs are consistent with what other operators have incurred for drilling similar horizontal

wells in the area. A copy of the well proposal letters, along with the AFE, is attached hereto as Chevron Exhibit C-4.

- 13. Chevron seeks approval of overhead and administrative costs at \$8,000/month while drilling and \$800/month while producing. These costs are consistent with what Chevron and other operators are charging in this area for these types of wells. Chevron respectfully requests that these administrative and overhead costs be incorporated into any order entered by the Division in these cases.
- 14. Chevron has been able to locate contact information for all parties it seeks to pool and has undertaken good faith efforts to reach an agreement with the uncommitted interest owners. Chevron Exhibit C-5 contains a chronology of the contacts with the working interest owners and unleased mineral interest owners that Chevron seeks to pool. Chevron has made a good faith effort to obtain voluntary joinder of the working interest owners and unleased mineral interests in the proposed wells.
- 15. If Chevron reaches an agreement with any of the proposed pool parties before the Division enters any order, I will let the Division know that Chevron is no longer seeking to pool that party.
- 16. I provided the law firm of Holland & Hart LLP a list of names and addresses for the uncommitted interest owners shown on Chevron Exhibit C-3. In compiling these addresses, Chevron conducted a diligent search of all public records in the county where the proposed wells are located and of phone directories, including computer searches. All parties were locatable.
- 17. Chevron Exhibits C-1 through C-5 were either prepared by me or compiled under my direction and supervision.

FURTHER AFFIANT SAYETH NOT.

KELLY RAU

STATE OF TEXAS)
COUNTY OF HARRIS))
SUBSCRIBED and SWORN	I to before me this Style day of June 2020 by Kelly
Rau	NOTARY PUBLIC
My Commission Expires:	KELLY AVERY
June 9, 2021	My Notary ID # 6738079 Expires June 9, 2021

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Azlec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 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

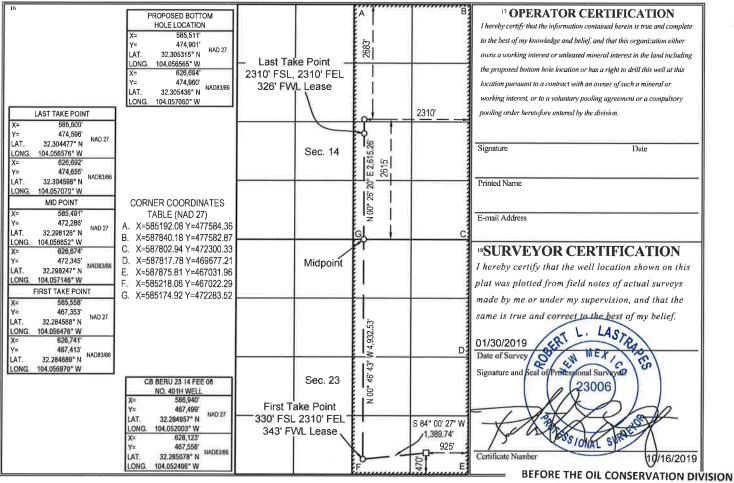
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	WEEE BOOKING ACIDITION TENT									
	API Number ² Pool Code ³ Pool Name									
			98220	00	PURPLE SAGE WOLFCAMP					
4 Proper	ty Code		*	5 P	roperty Name				6	Well Number
CB BERU 23 14 FEE 06					401H					
⁷ OGR	ID No.			8 O	perator Name					⁹ Elevation
				CHEVE	RON U.S.A. IN	C.				2996'
	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
P	23	23 SOUTH	28 EAST, N.M.P.M.		470'	SOUTH	925'	EA	ST	EDDY
			" Bottom H	ole Locat	ion If Diffe	erent From S	Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County
G	14	23 SOUTH	28 EAST, N.M.P.M.		2615'	SOUTH	2310'	EA	ST	EDDY
12 Dedicated A	cres 13 Join	t or Infill	4 Consolidation Code 15	Order No.						

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.



Santa Fe, New Mexico

Exhibit No. C1
Submitted by: Chevron U.S.A. Inc.
Hearing Date: June 11, 2020

Case No. 21296

District I
1625 N, French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
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Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S, St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number ² Pool Code ³ Pool Name										
			9822	:0	PURPLE SAGE WOLFCAMP					
⁴ Proper	ty Code			5 P	roperty Name				6 Well Number	
	CB BERU 23 14 FEE 06					402H				
⁷ OGR	ID No.			⁸ O	perator Name					⁹ Elevation
				RON U.S.A. IN	RON U.S.A, INC. 2996'		2996'			
¹⁰ Surface Location								1		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/\	West line	County
P	23	23 SOUTH	28 EAST, N.M.P.M.		470'	SOUTH	875'	EA	ST	EDDY
			" Bottom H	lole Locat	ion If Diffe	erent From S	Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County
Н	14	23 SOUTH	28 EAST, N.M.P.M.		2615'	SOUTH	1260'	EAS	ST	EDDY
12 Dedicated A	cres 13 Join	t or Infill	¹⁴ Consolidation Code 15	Order No.						

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	PROPOSED BOTTOM HOLE		FA	"OPERATOR CERTIFICATION
II .	LOCATION	4	[1	I hereby certify that the information contained herein is true and complete
	X= 586,561° Y= 474,907°	1	!	a
	LAT. 32,305326° N NAD 27		£ ;	to the best of my knowledge and belief, and that this organization either
	LONG 104.053167° W		2676	owns a working interest or unleased mineral interest in the land including
	X= 627.744'		18	the proposed bottom hole location or has a right to drill this well at this
l.	V= 474 967'	Last Take Point	F ;	location pursuant to a contract with an owner of such a mineral or
	LAT. 32.305447° N	2310' FSL 1260' FEL	£	1
LAST TAKE POINT	LONG. 104.053661° W	1377' FWL Lease —	£	working interest, or to a voluntary pooling agreement or a compulsory
X= 586,559		13// FVVL Lease	1260'_	pooling order heretofore entered by the division
Y= 474,602' NAD 27		Sec. 14		3
LAT. 32.304488° N LONG. 104.053177° W			E T	1
X= 627,742°	-1	l I	2,615.26	Signature Date
V- 474.662°			[8]	1
LAT. 32.304609 N NAD83/86	1		57. 25	1
LONG. 104.053671* W			32" E 2,	Printed Name
MIDPOINT	CORNER COORDINATES	1	Ze. 3	
X= 586,541'	TABLE (NAD 27)	l I		
Y= 472,292' NAD 27	A. X=585192.08 Y=477584.36		00 N	E-mail Address
LAI. 32.298137" N	B. X=587840.18 Y=477582.87	1	G L	.1
LONG. 104.053254* W	C. X=587802.94 Y=472300.33			d comments and the comments are the comments and the comments are the comm
X= 627,724'	D. X=587817.78 Y=469677.21	I II		*SURVEYOR CERTIFICATION
Y= 472,352' NAD83/86			Midpoint	I hereby certify that the well location shown on this
LAT. 32.298258° N LONG. 104.053748° W	F. X=585218.06 Y=467022.29		ŧ I	1 ' ''
	G. X=585174.92 Y=472283.52		[plat was plotted from field notes of actual surveys
FIRST TAKE POINT X= 586,608'	G. X=303114.52 1=412200.02		51" W 4,935.37	made by me or under my supervision, and that the
X= 586,608' Y= 467,357'	1 1		1 66'	same is true and correct to the best of my belief.
LAT. 32.284571° N	1 ,		! ¾	same is true and correct in the best of my bettej.
LONG. 104.053078° W	1 ,		1.15	1 L. LASTA
X= 627,791	1 !		K I:a	01/30/2019 Date of Survey Signature and seal of Professional Surveyor
Y= 467,417' NAD83/86	1 1		- 100 - L	Date of Survey Signature and Seal of Professional Surveyor
LAT. 32.284692° N NAD83/86		Sec. 23	N ₀	Signature and Seal of Professional Surveyor
LONG 104.053572° W	CB BERU 23 14 FEE 06		[
	NO. 402H WELL X= 586,990'		E [(23006)
	Y= 467 499'	First Take Point	į į	
	LAT. 32 284957° N NAD 27	330' FSL 1260' FEL	E 000 441 40111	1 XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX
	LONG. 104.051841* W	1393' FWL Lease	S 69° 41' 18" V	The state of the s
	X= 628,173'	1090 VVL Lease	(407.32)	Sold State Ship
	Y= 467,558' NAD83/86		875	1 TONAL ST
	LAT. 32.285078° N	l	F 100 1	Certificate Number 19/16/2019
	LONG. 104.052334* W	(A	£1	

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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

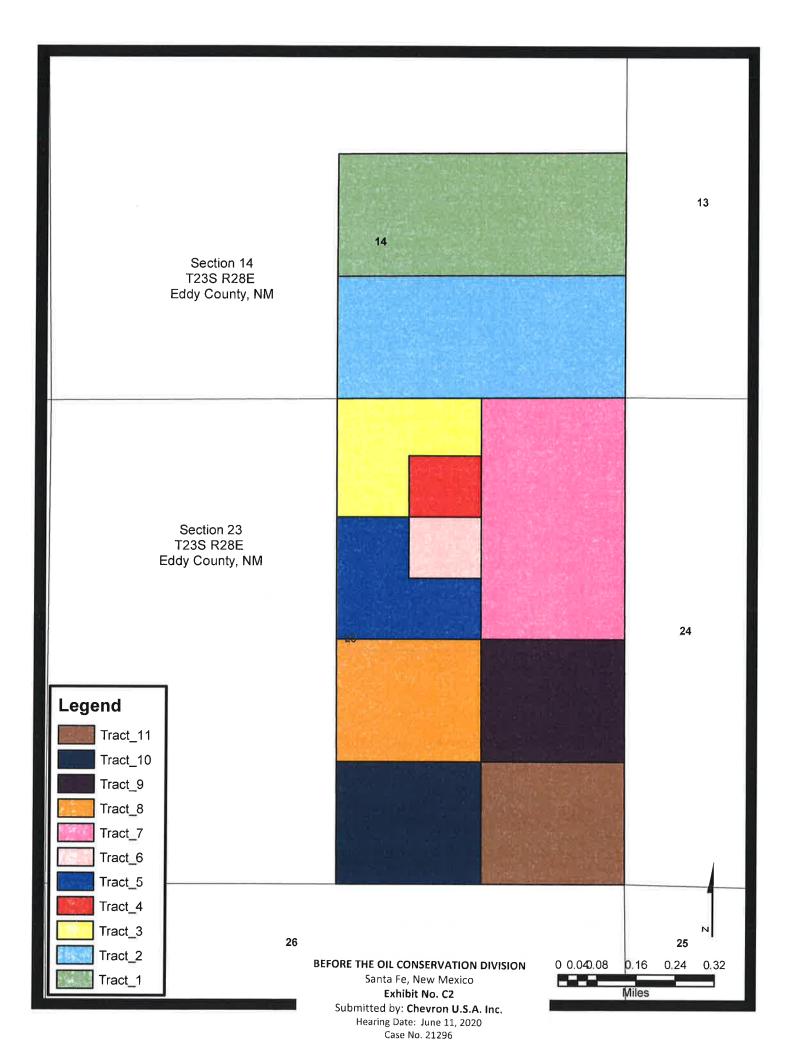
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	API Num	ber	² Pool Code ³ Pool Name								
			98220 PURPLE SAGE WOLFCAMP								
⁴ Proper	rty Code			5 P	roperty Name				6	6 Well Number	
				CB BEF	RU 23 14 FEE	06			403H		
⁷ OGR	ID No.			8 O	perator Name					⁹ Elevation	
				CHEVE	RON U.S.A. IN	IC.			2996'		
	¹⁰ Surface Location										
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/	West line	County	
Р	23	23 SOUTH	28 EAST, N.M.P.M.		470'	SOUTH	825'	EAST		EDDY	
			" Bottom H	lole Locat	ion If Diffe	erent From S	Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/\	West line	County	
Н	14	23 SOUTH	28 EAST, N.M.P.M.		2615'	SOUTH	330'	EA	ST	EDDY	
12 Dedicated A	cres 13 Joir	t or Infill	4 Consolidation Code 15	Order No.							

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.

(man)					
16	PROPOSED BOTTOM HOLE LOCATION		A	В	17 OPERATOR CERTIFICATION 1 hereby certify that the information contained herein is true and complete
	X= 587,491' Y= 474,913'		Ę		to the best of my knowledge and belief, and that this organization either
	LAT, 32.305336° N		E	2670'	owns a working interest or unleased mineral interest in the land including
	LONG: 104.050156* W X= 628,674'		-		the proposed bottom hole location or has a right to drill this well at this
	Y= 474,973'			!	
	LAT. 32.305457° N RADB3/HB LONG. 104.050651* W				location pursuant to a contract with an owner of such a mineral or
LAST TAKE POINT	LONG. 104,030031 W	Last	Take Point	l 1	working interest, or to a voluntary pooling agreement or a compulsory
X= 587,489'		2310' F	SL, 330' FEL _	330,	pooling order heretofore entered by the division
Y= 474,608' LAT. 32,304497' N NAD 27		2307'	FWL Lease	1	
LAT. 32.304497* N RND 27 LONG. 104.050167* W			ŧ	[_[Signature Date
X= 628,672'		Sec. 14	į.	2615' 2,612.98'	og man
Y= 474,668' NAD83/86				2615	
LONG. 104,050681* W			ŧ	-ш+-	Printed Name
MID POINT			Ę	26' 46"	
X= 587,471° Y= 472,300°	CORNER COORDINATES		E .		E-mail Address
1 AT 32 208153* N NAD 27	TABLE (NAD 27)		!	1 7 7 7	E-man Address
LONG. 104,050245" W A X= 628,654' B.	. X=585192.08 Y=477584.36 . X=587840.18 Y=477582.87		G	Z IC	
Y= 472,360' NAD83/66 C					18SURVEYOR CERTIFICATION
LAI, 32.2982/4" N	X=587817.78 Y=469677.21		Mid Point	1 1	I hereby certify that the well location shown on this
LONG. 104.050739" W FIRST TAKE POINT	. X=587875.81 Y=467031,96		Ę.		plat was plotted from field notes of actual surveys
V= 597.530'	X=585218.06 Y=467022.29				
Y= 467,361' NAD 27	5. X=585174.92 Y=472283.52		E	21.	made by me or under my supervision, and that the
LAT. 32.284574° N			E	040	same is true and correct to the best of my belief.
X= 628,722'		Sec. 23		× 1	as L. LAST
Y= 467,420° LAT. 32.284695° N NAD83/86				59" W 4,940.21'	01/30/2019
LONG. 104.050562° W				19	01/30/2019 Date of Survey Signature and Seal of Protesyonal Survey
	GB BERU 23 14 FEE 06		E	8 3	-
	NO. 403H WELL			2 3	(23006)
	X= 587,040 Y= 467,499		E.	29' 44" E	
	Y= 467,499 LAT 32 284957 N NAD 27		5	16.96	1 Soll TUIS
	LONG. 104,051679 W	First	Take Point	al\ '	
	X= 628,223 Y= 467,558	330' FS	SL 330' FEL	014	SS JOHN SWA
	LAT. 32.285078 N NAD83/86	2323'	WL Lease	Det 1	Certificate Number 10/16/2019
	LONG. 104.052173 W		F	O _E	19/10/2013



Proposed Wolfcamp/Bone Spring Unit SE/4 of Section 14 and E/2 of Section 23, T23SR28E 480.000 acres

WI, UMI and ORI have been updated to 3/20/2020

Owner	Address	UGWI	UNRI	Туре	Comments
Belinda Sue Williams aka Belinda Raines		0.00000000	0.00070602	RI	
Bogle Oil, Inc.		0.00000000		RI	
BX4, LLC			0.00065104	RI	
Cheryl Beck			0.00416667	RI	
Concepcion C. Onsurez Revocable Trust		0.00000000	A	RI	
Crystal A, Howard			0.00277778	RI	
Danielle Levine-Baum		0.00000000		RI	
Darrin M. Margulies Trust		0.00000000		RI	
David L. Margulies and Gloria S. Margulies Trust		0.00000000		RI	
El Rojo, L.L.C.			0.00156230	RI	
mil Berger Trust		0.000000000		RI	
Estate of Cella B. Milavec		0.000000000		RI	
Estate of Lawrence P. Williams		0.00000000		RI	
GB Williams Properties, LLC			0.00237269	RI	
Greg Martinez			0.00097656	RI	
Harvey R. Hicks, Jr.		0.00000000	0.00416667	RI	
Heather Holesapple Oil, Gas and Mineral Management		0.00000000	0.00032552	RI	
Howard Family Resources, LLC		0.00000000	0.00833333	RI	
Jack Austin Richardson		0.00000000	0.00012207	RI	
James Clay Williams			0.00070602	RI	
James W. Williams			0.00237269	RI	
Joan W. Clem			0.00097656	RI	
Joe A. Clem			0.00097656	RI	
			0.00037636	RI	
John D. Stribling					
John Draper Brantley, Jr.		0.00000000		RI	
John Michael & Marion Richardson		0.000000000		RI	
Johnny L. Reid, husband of, & Jackie L, Reid, as JTS			0.03125000	RI	
Judith Clem Hamilton			0.00065104	RI	
Julee Marguiles-Metz		0.00000000	0.00031250	RI	
anora Sue Williams Allomong		0.00000000	0.00070602	RI	
Leslie B. Einstein Trust		0.00000000	0.00286458	RI	
inda Sue Williams Militello		0.00000000		RI	
inville D. Williams		0.000000000		RI	
Lovella Kilman		0.00000000		RI	
Margaret L. Fate		0.000000000		RI	
		0.00000000			
Margaret Stribling				RI	
Mark D. Howard		0.000000000		RI	
Marsha Sue Kantor		0.000000000		RI	
Martha Joy Stribling		0.000000000		RI	
MelInda Thompson			0.00097656	RI	
Melissa McCarthy fka Melissa Breaux fka Lisa Williams		0.00000000	0.00118634	RI	
Merland, Inc.		0.00000000	0.02059004	RI	
MRC Permian Company		0.00000000	0.00232567	RI	
Pegasus Resources, LLC		0.00000000	0.00958333	RI	
Renee Ann Levine-Blonder		0.00000000		RI	
Richard Holesapple Revocable Trust		0.00000000		RI	
Robert Duncan Cain, Jr.		0.00000000		RI	
Ross Duncan Properties, LLC		0.00000000		RI	
Roy A. Howard			0.00277778		
Salem Pecos Stribling		0.00000000		RI	
Sammy King Price		0.00000000		RI	
Shayna Levine-Hoffman		0.000000000		RI	
Solomon N. Grover Trust		0.000000000		RI	
tennis Family Trust H		0.000000000		RI	
tephen Frank Williams, Jr.		0.00000000		RI	
erry Lee Williams		0.00000000	0.00070602	RI	
ommy Lee Pierce		0.00000000		RI	
undra AD3, PL		0.00000000		RI	
Irquidez Family Living Trust		0.00000000		RI	
aldez Family 2006 Irrevocable Trust		0.000000000		RI	-
Villiam M. Baker and Francine L. Baker Family Trust		0.00000000			
rady Lynn Raindl			0.00005208		
randi Blair Raindi			0.00005208		
rent Mitchell Raindl			0.00005208		
ynthia Fay Lee			0.00020833		
ebra Kay Primera		0.00000000	0.00034722	NPRI	
Seorge McBeath Tracy		1	0.00020833	NIMPI	

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico
Exhibit No. C3

Submitted by: **Chevron U.S.A. Inc.**Hearing Date: June 11, 2020

Case No. 21296

Tot		1.00000000	1.00000000		
Chevron U.S.A., Inc.		0.82792978	0.66146804	WI	
Uplift Energy, LLC	P. O. Box 10702, Midland, TX 79702	0.12500000	0.09375000	WI	
Alpha Permian Resources, LLC	P. O. Box 10701, Midland, TX 79702	0.03833333	0.02875000	WI	
TLW Investments, LLC	1001 Fannin, Suite 2020, Houston, TX 77002	0.00520833	0.00416752	WI	
BK Exploration Corporation	10159 E. 11th Street, Suite 401, Tulsa, OK 74128	0.00019522	0.00015233	WI	
McMullen Minerals, LLC	P. O. Box 670857, Fort Worth, TX 76147	0.00333333	0.00333333	UMI	Unleased
William Robert Paape	1110 Kennan Rd., West Lake Hills, TX 78746	0.00000000	0.00082547	ORI	
Stroube Energy Corporation	17194 Preston Rd., No. 102, LB 249, Dallas, TX 75248	0.00000000	0.00001506	ORI	
Kerry Lynn Paape	6859 Riverbrook Trace, Columbus, GA 31904	0.00000000	0.00082547	ORI	
Glasgow Oil & Gas Company	P. O. Box 849, Prosper, TX 75078	0.00000000	0.00003013	ORI	
Chevron U.S.A., Inc. (ORI)		0.00000000	0.00236111	ORI	
CapRock Resources, LLC	P. O. Box 670581, Dallas, TX 75367-0581	0.00000000	0.00000753	ORI	
Thunder Moon Resources, LLC	P. O. Box 180573, Dallas, TX 75218	0.00000000	0.00000753	ORI	
Susie Belle Bindel		0.00000000	0.00020833	NPRI	
Robert Mitchell Raindl		0.00000000	0.00019097	NPRI	
Ricky D. Raindl		0.00000000	0.00034722	NPR	
Morris E. Schertz		0.00000000	0.00104167	NPRI	
Mittle Beth Hayes		0.00000000	0.00020833	NPR	
Marion Jane Gordon		0.00000000	0.00020833	NPR	

Proposed Wolfcamp/Bone Spring Unit SE/4 of Section 14 and E/2 of Section 23, T23SR28E 480.000 acres

WI, UMI and ORI have been updated to 3/20/2020

Tract 1 - N/2 of SE/4 of Section 14

80.000/480.000 = 0.16666667

Owner	TRGWI	UGWI	TRNRI	UNRI	Tyne	Comments
Joe A. Clem	0.00000000		0.00585938		RI	Comments
Joan W. Clem	0.00000000		0.00585938		RI	
BX4, LLC	0.00000000		0.00390625		RI	
El Rojo, L.L.C.	0.00000000		0.00390625		RI	
Judith Clem Hamilton	0.00000000		0.00390625		RI	-
Bogle Oil, Inc,	0.00000000		0.01953125		RI	
Richard Holesapple Revocable Trust	0.00000000		0.00097655		RI	
Tundra AD3, PL	0.00000000	0.00000000	0.00097656	0.00016276	RI	
Heather Holesapple Oil, Gas and Mineral Management	0.00000000	0.00000000	0.00195313	0.00032552	RI	
David L. Margulies and Gloria S. Margulies Trust	0.00000000	0.00000000	0.00937500	0.00156250	RI	
Solomon N. Grover Trust	0.00000000	0.00000000	0.00937500	0.00156250	RI	
Renee Ann Levine-Blonder	0.00000000	0.00000000	0.00187500	0.00031250	RI	
Danielle Levine-Baum	0.00000000	0.00000000	0.00187500	0.00031250	RI	
Shayna Levine-Hoffman	0.00000000	0.00000000	0.00187500	0.00031250	RI	
Julee Marguiles-Metz	0.00000000	0.00000000	0.00187500	0.00031250	RI	
Darrin M. Margulies Trust	0.00000000	0.00000000	0.00187500	0.00031250	RI	
William M. Baker and Francine L. Baker Family Trust	0.00000000	0.00000000	0.01718750	0.00286458	RI	
Leslie B. Einstein Trust	0.00000000	0.00000000	0.01718750	0.00286458	RI	
Emil Berger Trust	0.00000000	0.00000000	0.01562500	0.00260417	RI	
MRC Permian Company	0.00000000	0.00000000	0.00683594	0.00113932	RI	
Ross Duncan Properties, LLC	0.00000000	0.00000000	0.00341796	0.00056966	RI	
John Michael & Marion Richardson	0.00000000	0.00000000	0.00073242	0.00012207	RI	
Jack Austin Richardson	0.00000000	0.00000000	0.00073242	0.00012207	RI	
Marsha Sue Kantor	0.00000000	0.00000000	0.00390625	0.00065104	RI	
Valdez Family 2006 Irrevocable Trust	0.00000000	0.00000000	0.01171875	0.00195313	RI	
Urquidez Family Living Trust	0.00000000	0.00000000	0.01171875	0.00195313	RI	
Concepcion C. Onsurez Revocable Trust	0.00000000		0.01171875		RI	
Melinda Thompson	0.00000000	0.00000000	0.00585938	0.00097656	RI	
Greg Martinez	0.00000000		0.00585938		RI	
William Robert Paape	0.00000000		0.00126953		ORI	
Kerry Lynn Paape	0.00000000		0.00126953		ORI	
Glasgow Oil & Gas Company	0.00000000		0.00018078		ORI	
Stroube Energy Corporation	0.00000000		0.00009038		ORI	
Thunder Moon Resources, LLC	0.00000000		0.00004519		ORI	
CapRock Resources, LLC	0.00000000		0.00004519		ORI	
Chevron U.S.A., Inc.	1.00000000	0.16666667	0.80959940	0.13493323	WI	

0.16666667 1.00000000 0.16666667 Total 1.00000000

Tract 2 - S/2 of SE/4 of Section 14 All depths below base of Delaware formation 80.000/480.000 = 0.16666667

Owner	TRGWI	UGWI	TRNRI	UNRI	Туре	Comments
Harvey R. Hicks, Jr.	0.00000000	0.00000000	0.02500000	0.00416667	RI	
Cheryl Beck	0.00000000	0.00000000	0.02500000	0.00416667	Rł	
Tommy Lee Pierce	0.00000000	0.00000000	0.02500000	0.00416667	RI	
Sammy King Price	0.00000000	0.00000000	0.02500000	0.00416667	RI	
Howard Family Resources, LLC	0.00000000	0.00000000	0.05000000	0.00833333	RI	
Mark D. Howard	0.00000000	0.00000000	0.01666667	0.00277778	RI	
Roy A. Howard	0.00000000	0.00000000	0.01666667	0.00277778	RI	
Crystal A. Howard	0.00000000	0.00000000	0.01666666	0.00277778	RI	
Chevron U.S.A., Inc. (ORI)	0.00000000	0.00000000	0.01416667	0.00236111	ORI	
BK Exploration Corporation	0.00117133	0.00019522	0.00091400	0.00015233	WI	
Chevron U.S.A., Inc.	0.99882867	0.16647144	0.78491933	0.13081989	WI	
Total	1 00000000	A 4CCCCCC7	4 0000000	0.40000007		

Total 1.00000000 <u>0.1666667</u> <u>1.00000000</u> <u>0.16666667</u>

Tract 3 - NW/4 of NE/4 less and except the SE/4 of NW/4 of NE/4 of Section 23

30.000/480.000 = 0.06250000

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Johnny L. Reid, husband of, & Jackie L. Reid, as JTS	0.00000000	0.00000000	0.18750000	0.01171875	RI	
William Robert Paape	0.00000000	0.00000000	0.00126953	0.00007935	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00007935	ORI	
Chevron U.S.A., Inc.	1.00000000	0.06250000	0.80996094	0.05062256	WI	
Total	1.00000000	0.06250000	1.00000000	0.06250000		

Tract 4 - SE/4 of NW/4 of NE/4 of Section 23

10.000/480.000 = 0.02083333

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Johnny L. Reid, husband of, & Jackie L. Reid, as JTS	0.00000000	0.00000000	0.18750000	0.00390625	RI	
William Robert Paape	0.00000000	0.00000000	0.00126953	0.00002645	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00002645	ORI	
TLW Investments, LLC	0.02500000	0.00052083	0.02031250	0.00042318	WI	
Chevron U.S.A., Inc.	0.97500000	0.02031250	0.78964844	0.01645101	WI	

Total <u>1.00000000</u> <u>0.02083333 <u>1.00000000</u> <u>0.020833333</u></u>

Tract 5 - SW/4 of NE/4 less and except the NE/4 of SW/4 of NE/4 of Section 23

30.000/480.000 = 0.06250000

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Johnny L. Reid, husband of, & Jackie L. Reid, as JTS	0.00000000	0.00000000	0.18750000	0.01171875	RI	
William Robert Paape	0.00000000	0.00000000	0.00126953	0.00007935	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00007935	ORI	
Chevron U.S.A., Inc.	1.00000000	0.06250000	0.80996094	0.05062256	WI	

Total <u>1.00000000</u> <u>0.06250000</u> <u>1.00000000</u> <u>0.06250000</u>

Tract 6 - NE/4 of SW/4 of NE/4 of Section 23

10.000/480.000 = 0.02083333

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Johnny L. Reid, husband of, & Jackie L. Reid, as JTS	0.00000000	0.00000000	0.18750000	0.00390625	RI	
William Robert Paape	0.00000000	0.00000000	0.00126953	0.00002645	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00002645	ORI	
TLW Investments, LLC	0.02500000	0.00052083	0.02031250	0.00042318	WI	
Chevron U.S.A., Inc.	0.97500000	0.02031250	0.78964844	0.01645101	WI	

Total <u>1.00000000</u> <u>0.02083333 <u>1.00000000 0.02083333</u></u>

Tract 7 - E/2 of NE/4 of Section 23

80.000/480.000 = 0.16666667

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Stennis Family Trust H	0.00000000	0.00000000	0.18750000	0.03125000	RI	
Pegasus Resources, LLC	0.00000000	0.00000000	0.05750000	0.00958333	RI	
McMullen Minerals, LLC	0.02000000	0.00333333	0.02000000	0.00333333	UMI	Unleased
Alpha Permian Resources, LLC	0.23000000	0.03833333	0.17250000	0.02875000	WI	
Uplift Energy, LLC	0.75000000	0.12500000	0.56250000	0.09375000	WI	

Total <u>1.00000000</u> <u>0.16666667</u> <u>1.00000000</u> <u>0.16666667</u>

Tract 8 - NW/4 of SE/4 of Section 23

40.000/480.000 = 0.08333333

Owner	TRGWI	UGWI	TRNRI	UNRI	Туре	Comments
John Draper Brantley, Jr.	0.00000000	0.00000000	0.07604854	0.00633738	RI	
Merland, Inc.	0.00000000	0.00000000	0.07604854	0.00633738	RI	
Merland, Inc.	0.00000000	0.00000000	0.04749167	0.00395764	RI	
Debra Kay Primera	0.00000000	0.00000000	0.00208333	0.00017361	NPRI	
Ricky D. Raindl	0.00000000	0.00000000	0.00208334	0.00017361	NPRI	
Robert Mitchell Raindl	0.00000000	0.00000000	0.00114583	0.00009549	NPRI	
Brent Mitchell Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Brady Lynn Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Brandi Blair Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Morris E. Schertz	0.00000000	0.00000000	0.00625000	0.00052083	NPRI	
Mittie Beth Hayes	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
Marion Jane Gordon	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
George McBeath Tracy	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	

Susie Belle Bindel	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
Cynthia Fay Lee	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
William Robert Paape	0.00000000	0.00000000	0.00114425	0.00009535	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00114425	0.00009535	ORI	
Chevron U.S.A., Inc.	1.00000000	0.08333333	0.77937275	0.06494773	WI	

Total <u>1.00000000</u> <u>0.08333333 1.00000000 0.08333333</u>

Tract 9 - NE/4 of SE/4 of Section 23

40.000/480.000 = 0.083333333

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
John Draper Brantley, Jr.	0.00000000	0.00000000	0.07604854	0.00633738	RI	
Merland, Inc.	0.00000000	0.00000000	0.07604854	0.00633738	RI	
Merland, Inc.	0.00000000	0.00000000	0.04749167	0.00395764	RI	
Debra Kay Primera	0.00000000	0.00000000	0.00208333	0.00017361	NPRI	
Ricky D. Raindl	0.00000000	0.00000000	0.00208334	0.00017361	NPRI	
Robert Mitchell Raindl	0.00000000	0.00000000	0.00114583	0.00009549	NPRI	
Brent Mitchell Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Brady Lynn Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Brandi Blair Raindl	0.00000000	0.00000000	0.00031250	0.00002604	NPRI	
Morris E. Schertz	0.00000000	0.00000000	0.00625000	0.00052083	NPRI	
Mittie Beth Hayes	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
Marion Jane Gordon	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
George McBeath Tracy	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
Susie Belle Bindel	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
Cynthia Fay Lee	0.00000000	0.00000000	0.00125000	0.00010417	NPRI	
William Robert Paape	0.00000000	0.00000000	0.00114425	0.00009535	ORI	
Кегту Lynn Paape	0.00000000	0.00000000	0.00114425	0.00009535	ORI	
TLW Investments, LLC	0.02500000	0.00208333	0.01954153	0.00162846	WI	
Chevron U.S.A., Inc.	0.97500000	0.08125000	0.75983122	0.06331927	WI	
Total	1.00000000	0.08333333	1.00000000	0.08333333		· · · · · · · · · · · · · · · · · · ·

Tract 10 - SW/4 of SE/4 of Section 23

40.000/480.000 = 0.08333333

Owner	TRGWI	UGWI	TRNRI	UNRI	Туре	Comments
Linville D. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
GB Williams Properties, LLC	0.00000000	0.00000000	0.01423611	0.00118634	RI	
Stephen Frank Williams, Jr.	0.00000000	0.00000000	0.04548610	0.00379051	RI	
Estate of Cella B. Milavec	0.00000000	0.00000000	0.02118056	0.00176505	RI	
James W. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
Estate of Lawrence P. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
Lovella Kilman	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Melissa McCarthy fka Melissa Breaux fka Lisa Williams	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Linda Sue Williams Militello	0.00000000	0.000000000	0.00423611	0.00035301	RI	
James Clay Williams	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Terry Lee Williams	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Belinda Sue Williams aka Belinda Raines	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Lanora Sue Williams Allomong	0.00000000	0.00000000	0.00423611	0.00035301	RI	
MRC Permian Company	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Martha Joy Stribling	0.00000000	0.00000000	0.00237268	0.00019772	RI	
John D. Stribling	0.00000000	0.000000000	0.00237268	0.00019772	RI	
Margaret Stribling	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Robert Duncan Cain, Jr.	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Salem Pecos Stribling	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Margaret L. Fate	0.00000000	0.00000000	0.01423611	0.00118634	RI	
William Robert Paape	0.00000000	0.000000000	0.00126953	0.00010579	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00010579	ORI	
Chevron U.S.A., Inc.	1.00000000	0.08333333	0.80996094	0.06749675	WI	

Total <u>1.00000000</u> <u>0.08333333 1.00000000 0.083333333</u>

Tract 11 - SE/4 of SE/4 of Section 23

40.000/480.000 = 0.08333333

Owner	TRGWI	UGWI	TRNRI	UNRI	Type	Comments
Linville D. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
GB Williams Properties, LLC	0.000000000	0.00000000	0.01423611	0.00118634	RI	

Stephen Frank Williams, Jr.	0.00000000	0.00000000	0.04548610	0.00379051	RI	
Estate of Cella B. Milavec	0.00000000	0.00000000	0.02118056	0.00176505	RI	
James W. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
Estate of Lawrence P. Williams	0.00000000	0.00000000	0.01423611	0.00118634	RI	
Lovella Kilman	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Melissa McCarthy fka Melissa Breaux fka Lisa Williams	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Linda Sue Williams Militello	0.00000000	0.00000000	0.00423611	0.00035301	RI	
James Clay Williams	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Terry Lee Williams	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Belinda Sue Williams aka Belinda Raines	0.00000000	0.00000000	0.00423611	0.00035301	RI	
Lanora Sue Williams Allomong	0.00000000	0.00000000	0.00423611	0.00035301	RI	
MRC Permian Company	0.00000000	0.00000000	0.00711806	0.00059317	RI	
Martha Joy Stribling	0.00000000	0.00000000	0.00237268	0.00019772	RI	
John D. Stribling	0.00000000	0.00000000	0.00237268	0.00019772	RI	
Margaret Stribling	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Robert Duncan Cain, Jr.	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Salem Pecos Stribling	0.00000000	0.00000000	0.00079090	0.00006591	RI	
Margaret L. Fate	0.00000000	0.00000000	0.01423611	0.00118634	RI	
William Robert Paape	0.00000000	0.00000000	0.00126953	0.00010579	ORI	
Kerry Lynn Paape	0.00000000	0.00000000	0.00126953	0.00010579	ORI	
TLW Investments, LLC	0.02500000	0.00208333	0.02031250	0.00169271	WI	
Chevron U.S.A., Inc.	0.97500000	0.08125000	0.78964844	0.06580404	WI	

Total <u>1.00000000</u> <u>0.08333333 1.00000000 0.08333333</u>



Kelly Rau Land Representative Chevron U.S.A. Inc. 1400 Smith Street Houston, Texas 77002 Tel 713.372.7411 Kelly.Rau@chevron.com

VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

April 9, 2019

McMullen Minerals LLC P. O. Box 670857 Fort Worth, TX 76147

RE: Proposal to Drill

CB BERU 23 14 FEE 06 301H CB BERU 23 14 FEE 06 302H CB BERU 23 14 FEE 06 401H CB BERU 23 14 FEE 06 402H CB BERU 23 14 FEE 06 403H

Section 23, Township 23 South, Range 28 East and Section 14, Township 23 South, Range 28 East, N.M.P.M.,

Eddy County, New Mexico

Dear Working Interest Owner:

Chevron U.S.A. Inc. ("Chevron") hereby proposes to drill the CB BERU 23 14 FEE 06 301H well ("Well #1"), CB BERU 23 14 FEE 06 302H well ("Well #2"), CB BERU 23 14 FEE 06 401H well ("Well #3 CB BERU 23 14 FEE 06 402H ("Well #4"), and the CB BERU 23 14 FEE 06 403H ("Well #5) at a legal location in Section 23, Township 23 South, Range 28 East and Section 14, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. Chevron will develop this area by pad drilling.

The intended surface hole location for the wells are as follows: 470' FSL, 900 FEL for Well #1, 470' FSL, 850' FEL for Well #2, 470' FSL, 925' FEL for Well #3, 470' FSL, 875' FEL for Well #4, and 470' FSL, 825' FEL for Well #5, all in Section 23, Township 23 South, Range 28 East.

The intended bottom hole location are as follows: 2,615' FSL, 1,785' FEL for Well #1, 2,615' FSL, 785' FEL for Well #2, 2,615' FSL, 2,310' FEL for Well #3, 2,615' FSL, 1,260' FEL for Well #4, and 2,615' FSL, 330' FEL for Well #5, all in Section 14, Township 23 South, Range 28 East.

Well #1 is proposed to drill vertically to a depth of approximately 9,235' and horizontally in a southern direction within its targeted formation to the referenced bottom hole location. Total measured depth of the wells is proposed to be approximately 17,116' from surface to terminus.

Well #2 is proposed to drill vertically to a depth of approximately 9,254' and horizontally in a southern direction within its targeted formation to the referenced bottom hole location. Total measured depth of the wells is proposed to be approximately 17,061' from surface to terminus

Well #3 is proposed to drill vertically to a depth of approximately 9,557' and horizontally in a southern direction within its targeted formation to the referenced bottom hole location. Total measured depth of the wells is proposed to be approximately 17,521' from surface to terminus

Well #4 is proposed to drill vertically to a depth of approximately 9,576' and horizontally in a southern direction within its targeted formation to the referenced bottom hole location. Total measured depth of the wells is proposed to be approximately 17,309' from surface to terminus

Well 51 is proposed to drill vertically to a depth of approximately 9,595' and horizontally in a southern direction within its targeted formation to the referenced bottom hole location. Total measured depth of the wells is proposed to be approximately 17,451' from surface to terminus

Please note that compliance with topography, cultural, and/or environmental concerns, among others, may require modifications to Chevron's intended procedure and/or location.

Enclosed are multiple documents for your review and execution. First are detailed AFEs for each well, in duplicate, reflecting estimated costs associated with this proposal. If you intend to participate, please execute in the appropriate box on each AFE, for each individual well, and return to the undersigned within 30 days of receipt of this proposal. The AFEs represent an estimated cost and are subject to change once wells are drilled/completed and actual costs are incurred. Parties electing to participate are responsible for their proportionate share of actual costs.

Due to stay-at-home orders issued for Covid-19 in the State of Texas, please send an electronic copy of all executed documents to <u>Kelly.Rau@chevron.com</u> to ensure timely receipt.

Subsequent to this letter, a A.A.P.L. Form 610 – 1989 Model Form Operating Agreement will be sent to all parties.

Chevron currently shows the following working interest in the proposed contract area. Please note that this interest is subject to change pending further title verification:

McMullen Minerals, LLC

0.00333333

<u>Chevron will submit an application for a Compulsory Pooling Order with the New Mexico Oil</u>
<u>Conservation Division within 30 days of your receipt of this letter</u>. This will allow Chevron to move forward with planning and drilling the subject well(s) while allowing time to properly execute a JOA amongst the parties.

Please note that Chevron is open to discuss possible trades, assignments, etc. of your working interest in the subject acreage. Should you be interested or have any questions, please feel free to contact me at the information listed above.

Sincerely,

Kelly Rau Land Representative

Enclosures

Chevron Nort	th American Exploration	
Well Names:		Field:
CB BERU 23 14 FEE 06 301H		Culebra Bluff
CB BERU 23 14 FEE 06 302H		
CB BERU 23 14 FEE 06 401H		
CB BERU 23 14 FEE 06 402H		
CB BERU 23 14 FEE 06 403H		
F	acilities AFE	
Cost Category		Amount (\$)
Wellpad, Wellhead Hookup, & flowlines		2,910,150
Total		2,910,150
Participation & Authorization	Share (%)	Amount (\$)
		0
Amounted (Drint Name)	Annual de la constant	
Approved (Print Name)	Approved (Signate	ure)
	Date	

Chevron North American Exploration		Appropriation Request			
County, State	Area	Duration	Well Names:		
Eddy, NM	Culebra Bluff	5.5			
l i			CB Beru 23 14 Fee 0	6 301H	
	1		CB Beru 23 14 Fee 0	6 302H	
			CB Beru 23 14 Fee 0	6 401H	
	l		CB Beru 23 14 Fee 0	6 402H	
			CB Beru 23 14 Fee 0	6 403H	
	Rig	Mobilization for Pad 8			
Cost Categor	У	Code	Sub-code	Amount (\$)	
Company Labor		6601	0100	\$ 13,100	
Contract Project Supervision		7000	0200		
Fuel Diesel		7129	0100	\$ 23,000	
Utilities / Potable Water		7129	0300	\$ =	
Casing (tangible)		7190	0022	\$ =	
Wellheads (tangible)		7190	0110	\$ -	
Materials, Parts, & Supply		7190	0500	\$ 4,500	
Drilling Fluids		7190	1900		
Surface Equipment Rentals		7230	0100		
Well Service Equipment Rent	als	7230	0200	\$ 20,000	
Rig Rentals		7230	0800		
Transportation Services, Land	d & Marine	7340	0300		
Rig Work		7440	0001	\$ 71,000	
Solid Waste Disposal		7420	0300		
Mobilization / De-Mobilization	n	7440	0003	\$ 302,000	
Directional Survey & Services		7440	0006		
Drill-Pipe Rental & Bits		7440	0007		
Coring		7440	0017		
Testing		7440	0018		
Logging Wireline		7440	0019		
Logging While Drilling (LWD)		7440	0020		
Logging Mud		7440			
Cementing		7440	0024		
Sitework / Locations		7450	0021	\$ 27,000	
		*	Total		
Participation & Authorization			Share (%) Amount (\$		
				\$0	
Approved (Print Name)			Approved (Signature	2)	
			Date		
			Vale		

County, State	Field	Well Names:					
Eddy, NM	Delaware Basin	CB Beru 23 14 Fee 06 40	CB Beru 23 14 Fee 06 401H				
Area	Objective	Duration (days)					
Culebra Bluff	Wolfcamp A	27.60					
		Drilling AFE					
Cos	t Category	Code	Sub-code	Amount (\$)			
Company Labor		6601	0100	\$ 100,00			
Contract Project Super	vision	7000	0200	\$ 25,00			
Fuel Diesel		7129	0100	\$ 120,00			
Utilities / Potable Wate	er	7129	0300	\$ 9,00			
Casing (tangible)		7190	0022				
Wellheads (tangible)		7190	0110	\$ 30,63			
Materials, Parts, & Sup	ply	7190					
Drilling Fluids		7190	1900	\$ 380,000			
Surface Equipment Ren	tals	7230	0100				
Well Service Equipmen	t Rentals	7230	0200				
Rig Rentals		7230	0800				
Transportation Services	s, Land & Marine	7340	0300	\$ 50,623			
Rig Work		7440	0001	\$ 575,000			
Mobilization / De-Mobilization		7440	0003	\$			
Solid Waste Disposal		7420	0300	\$ 104,313			
Directional Survey & Se	rvices	7440	0006				
Drill-Pipe Rental & Bits		7440	0007				
Coring		7440	0017				
Testing		7440	0018	\$ -			
Logging Wireline		7440					
Logging While Drilling (LWD)	7440					
Logging Mud		7440					
Cementing		7440					
Sitework / Locations		7450					
		1,1441	Total	\$ 3,242,000			
The said of the said							
Participation & Authori	zation		Share (%)	Amount (\$)			
				\$0.00			
Approved (Print Name)			Approved (Signature)				
PEROTON (FINITE HOME)			Akhioaca (alguatale)				

County, State	Field	Well Names:				
Eddy, NM	Delaware Basin	CB Beru 23 14 Fee 06 40	2H			
Area	Objective	Duration (days)				
Culebra Bluff	Wolfcamp A	27.60				
		Drilling AFE				
Cos	st Category	Code	Sub-code	Amount (\$)		
Company Labor		6601	0100	\$ 100,000		
Contract Project Super	vision	7000	0200	\$ 25,000		
Fuel Diesel		7129	0100	\$ 120,000		
Utilities / Potable Wate	er	7129	0300	\$ 9,000		
Casing (tangible)		7190	0022	\$ 845,000		
Wellheads (tangible)		7190	0110	\$ 30,633		
Materials, Parts, & Sup	ply	7190	0500	\$ 34,047		
Drilling Fluids		7190	1900	\$ 380,000		
Surface Equipment Rer	ntals	7230	0100	\$ 175,000		
Well Service Equipmen	t Rentals	7230	0200	\$ 135,000		
Rig Rentals		7230	0800	\$ 5,000		
Transportation Service	s, Land & Marine	7340	0300	\$ 50,623		
Rig Work		7440	0001	\$ 575,000		
Mobilization / De-Mob	ilization	7440	0003	\$ -		
Solid Waste Disposal		7420	0300	\$ 104,313		
Directional Survey & Se	ervices	7440	0006	\$ 325,000		
Drill-Pipe Rental & Bits		7440	0007	\$ 120,000		
Coring		7440	0017	\$		
Testing		7440	0018	\$		
Logging Wireline		7440	0019	\$		
Logging While Drilling (LWD)	7440	0020	\$		
Logging Mud		7440	0021	\$ ==		
Cementing		7440	0024	\$ 180,000		
Sitework / Locations		7450	0021	\$ 28,384		
			Total	\$ 3,242,000		
Parallel III						
Participation & Author	ization		Share (%)	Amount (\$)		
				\$0.00		
Approved (Print Name			Approved (Signature)			

de la companya della companya della companya de la companya della		on North American Exploratio	on I L V I L			
County, State	Field	Well Names:				
Eddy, NM	Delaware Basin	CB Beru 23 14 Fee 06 403	3H			
Area	Objective	Duration (days)				
Culebra Bluff	Wolfcamp A	27.60				
		Drilling AFE				
	t Category	Code	Sub-code	Amount (\$)		
Company Labor		6601	0100	\$ 100,000		
Contract Project Superv	rision	7000	0200	\$ 25,000		
Fuel Diesel		7129	0100	\$ 120,000		
Utilities / Potable Wate	r	7129	0300	\$ 9,000		
Casing (tangible)		7190	0022	\$ 845,000		
Wellheads (tangible)		7190	0110	\$ 30,633		
Materials, Parts, & Supp	oly	7190	0500	\$ 34,047		
Drilling Fluids		7190	1900	\$ 380,000		
Surface Equipment Rent	tals	7230	0100	\$ 175,000		
Well Service Equipment	Rentals	7230	0200	\$ 135,000		
Rig Rentals		7230	0800			
Transportation Services	, Land & Marine	7340	0300	\$ 50,623		
Rig Work		7440	0001	\$ 575,000		
Mobilization / De-Mobil	ization	7440	0003			
Solid Waste Disposal		7420	0300	\$ 104,313		
Directional Survey & Ser	vices	7440	0006			
Drill-Pipe Rental & Bits		7440	0007			
Coring		7440	0017	\$ -		
Testing		7440	0018	\$		
Logging Wireline		7440	0019			
Logging While Drilling (L	WD)	7440	0020	\$ -		
Logging Mud		7440	0021	\$		
Cementing		7440	0024			
Sitework / Locations		7450	0021			
			Total			
Participation & Authoria	zation		Share (%) Amount (\$)			
9			(,	\$0.00		
Approved (Print Name)	the state of the state of	The state of the s	Approved (Signature)			
			Data			
			Date			

Chevron North American Exploration		Appropriation	Appropriation Request			
State	Duration (days)	Area	Well Names:	Well Names:		
NM	19.8	Culebra Bluff	CB BERU 23 14 FEE 06 40	CB BERU 23 14 FEE 06 401H		
	C	ompletions AFE- Third	Bone Spring			
	Cost Category			A	lmount (\$)	
PERF Phase				\$	110,169	
MOVEON Ph	ase			\$	75,761	
FRACHYD Ph	ase			\$	2,496,417	
MOVEOFF PI	nase			\$	21,560	
RU Phase				\$	84,816	
CSGCLNOUT	Phase		\$		139,258	
RD Phase				\$	42,408	
Artificial Lift	Prep.			\$	75,000	
Artificial Lift				\$	240,000	
Water				\$	594,540	
			Total		3,879,930	
Participation	a & Authorization		Share (%)	Amount (\$)		
					\$0.00	
Approved (P	rint Name)		Approved (Signature)			
			Date			

Chevron North American Exploration		Appropriation	Appropriation Request			
State	Duration (days)	Area	Well Names:			
NM	19.8	Culebra Bluff	CB BERU 23 14 FEE 06 40	CB BERU 23 14 FEE 06 402H		
	C	ompletions AFE- Third				
	Cost Category			Ame	ount (\$)	
PERF Phase				\$	110,169	
MOVEON Ph	ase			\$	75,761	
FRACHYD Ph	ase			\$	2,496,417	
MOVEOFF Ph	nase			\$	21,560	
RU Phase				\$	84,816	
CSGCLNOUT	Phase		\$		139,258	
RD Phase				\$	42,408	
Artificial Lift	Prep.			\$	75,000	
Artificial Lift				\$	240,000	
Water				\$	594,540	
			Total	\$	3,879,930	
	1914 - 191 - 1					
Participation	& Authorization		Share (%)		ount (\$)	
				\$	0.00	
Approved (P	rint Name)		Approved (Signature)			
			Date			

Chevron North American Exploration		Appropriat	Appropriation Request			
State	Duration (days)	Area	Well Names:			
NM	19.8	Culebra Bluff	CB BERU 23 14 FEE 06 4	CB BERU 23 14 FEE 06 403H		
	Co	ompletions AFE- Third	Bone Spring			
	Cost Category			-	lmount (\$)	
PERF Phase				\$	110,169	
MOVEON Phase				\$	75,761	
FRACHYD Phase				\$	2,496,417	
MOVEOFF Phase				\$	21,560	
RU Phase				\$	84,816	
CSGCLNOUT Pha	ise			\$ 139,		
RD Phase				\$	42,408	
Artificial Lift Pre	p.			\$	75,000	
Artificial Lift				\$	240,000	
Water				\$	594,540	
			Total	\$	3,879,930	
Participation & /	Authorization		Share (%)	A	lmount (\$)	
					\$0.00	
Approved (Print	Name)		Approved (Signature)		y - I - I'm	
			Date			

Case No's: 21294, 21295, and 21296

Chronology of Contact with Non-Joined Working Interests & Unleased Mineral Owners

- All Working Interest and Unleased Mineral Owners received ballot letter with AFEs for all six wells, which were sent by USPS tracked overnight mail on 4/10/2019.
 - Alpha Permian Resources LLC
 - Had and continue to have ongoing email and phone conversations starting in April 2020
 - Uplift Energy LLC
 - o Had email conversations in April 2020
 - TLW Investments LLC
 - o Had email conversations in April 2020
 - BK Exploration LLC
 - o Has email conversations in April 2020

Case No. 21296

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

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

CASE NOS. 21296

AFFIDAVIT OF KARL BLOOR

Karl Bloor, of lawful age and being first duly sworn, declares as follows:

1. My name is Karl Bloor. I work for Chevron USA Inc. ("Chevron") as a

Geologist.

2. I have previously testified before the New Mexico Oil Conservation

Division as an expert witness in petroleum geology. My credentials as a petroleum

geologist have been accepted by the Division and made a matter of record.

3. I am familiar with the application filed by Chevron in this case, and I have

conducted a geologic study of the lands in the subject area.

4. In this case, Chevron is targeting the Wolfcamp formation.

5. Chevron Exhibit D-1 is a project location map outlining the sections comprising

the proposed spacing unit.

6. Chevron Exhibit D-2 is a subsea structure map that I prepared off the top of the

Wolfcamp A Structure. Within Sections 14 and 23, there are red lines on the map that reflect the

paths of the proposed wellbores for the CB BERU 23 14 FEE 06 #401H Well, the CB BERU 23

14 FEE 06 #402H Well, and the CB BERU 23 14 FEE 06 #403H Well. The contour interval

is 50 feet. The structure map shows that the Wolfcamp is dipping gently to the East. The structure

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

appears consistent in this section. I do not observe any faulting, pinchouts, or other geologic hazards to developing a horizontal well.

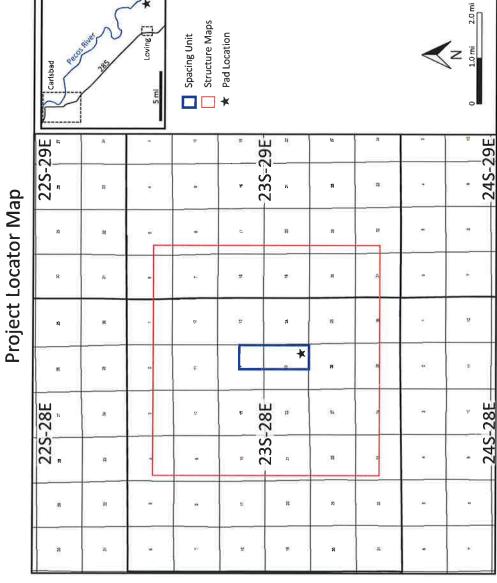
- 7. Chevron Exhibit D-3 is a map that shows the location of the three wells that were used to construct a cross-section from A to A'. I consider these wells to be representative of the geology of the area.
- 8. Chevron Exhibit D-4 is a stratigraphic cross section prepared by me for the three representative wells from A to A'. The exhibit shows logs for gamma ray and resistivity for the wells. The proposed target interval for the CB BERU 23 14 FEE 06 #401H Well, the CB BERU 23 14 FEE 06 #402H Well, and the CB BERU 23 14 FEE 06 #403H Well is labeled and depicted with a blue arrow. The logs in the cross-section demonstrate that the targeted interval, within the Wolfcamp A, are consistent in thickness, across the entire spacing unit.
- 9. Based on my geologic study of the areas, I have not identified any geologic impediments to drilling horizontal wells in the area.
- 10. In my opinion, each tract comprising the proposed spacing unit will be productive and contribute more-or-less equally to production from the wellbore.
- 11. In my opinion, the stand-up orientation of the proposed wells is the preferred orientation for horizontal well development in this area and is appropriate to efficiently and effectively develop the subject acreage.
- 12. In my opinion, the granting of Chevron's application in this case is in the best interest of conservation, the prevention of waste, and protection of correlative rights.
- 13. **Chevron Exhibits D-1 through D-4** were either prepared by me or compiled under my direction and supervision.

FURTHER AFFIANT SAYETH NOT.

KARL BLOOR

STATE OF TEXAS	
COUNTY OF HARRIS))
SUBSCRIBED and SWORN	to before me this day of June 2020 by Karl
Bloor,	
	NOTARY REBLIC
My Commission Expires:	TAHA AMIJI My Notary ID # 128414633 Expires October 14, 2022

CB BERU 23 14 FEE 06
Project Locator Map

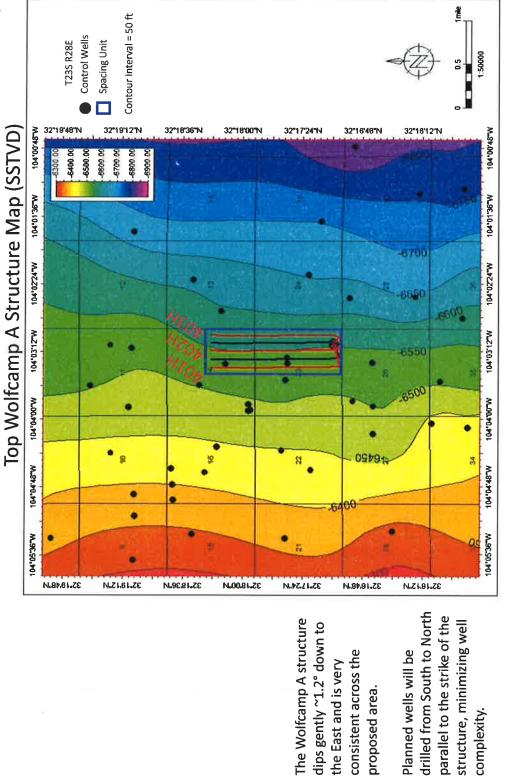


Santa Fe, New Mexico
Exhibit No. D1

Submitted by: Chevron U.S.A. Inc.

Hearing Date: June 11, 2020 Case No. 21296

CB BERU 23 14 FEE 06 (401H, 402H, 403H)



The Wolfcamp A structure

dips gently ~1.2° down to

consistent across the

proposed area.

the East and is very

BEFORE THE OIL CONSERVATION DIVISION

parallel to the strike of the

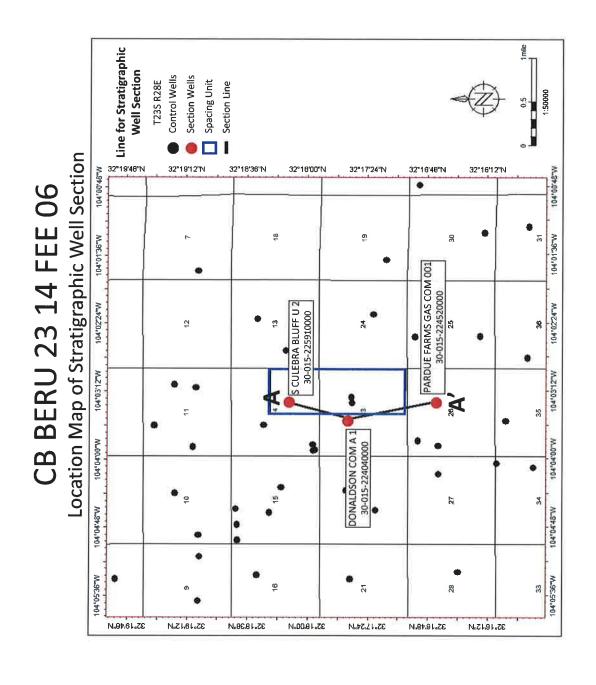
Planned wells will be

structure, minimizing well

complexity.

Santa Fe, New Mexico

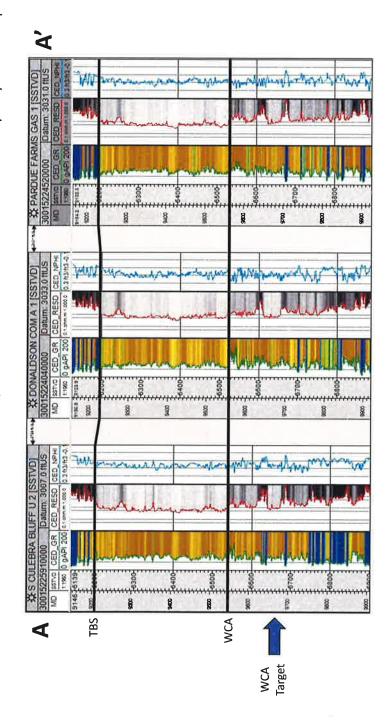
Submitted by: Chevron U.S.A. Inc. Hearing Date: June 11, 2020 Case No. 21296 Exhibit No. D2



Santa Fe, New Mexico
Exhibit No. D3
Submitted by: Chevron U.S.A. Inc.
Hearing Date: June 11, 2020
Case No. 21296

CB BERU 23 14 FEE 06 (401H, 402H, 403H) Stratigraphic Well Section

- The well section is flattened on the top of the Wolfcamp A.
 - The target interval is defined by the blue arrow.
- This stratigraphic well section demonstrates the Wolfcamp A target interval to be consistent in thickness and quality across the proposed area.



BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. D4

Submitted by: Chevron U.S.A. Inc. Hearing Date: June 11, 2020

Case No. 21296

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

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

CASE NO. 21296

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STATE OF NEW MEXICO)
) ss
COUNTY OF SANTA FE)

Kaitlyn A. Luck, attorney in fact and authorized representative of Chevron U.S.A., Inc., the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application has been provided under the notice letters and proof of receipts attached hereto.

Kaitlyn A. Luck

SUBSCRIBED AND SWORN to before me this 9th day of June, 2020 by Kaitlyn A. Luck.

My Commission Expires:

Nov. 12,2023

OFFICIAL SEAL
Carla Garcia
NOTARY PUBLIC - STATE OF NEW MEXICO
My Commission Expires: Nov. 12, 2023



Kaitlyn A. Luck Associate Phone (505) 954-7286 kaluck@hollandhart.com

May 22, 2020

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Chevron U.S.A. Inc. for compulsory pooling,

Eddy County, New Mexico.

CB BERU 23 14 FEE 06 #401H, #402H, #403H Well

Ladies & Gentlemen:

This letter is to advise you that Chevron U.S.A. Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on June 11, 2020, and the status of the hearing can be monitored through the Division's website at http://www.emnrd.state.nm.us/ocd/. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

During the COVID-19 Pubic Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. To participate in the electronic hearing, please see the instructions posted on the OCD Hearings website: http://www.emnrd.state.nm.us/OCD/announcements.html.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Kelly Rau, at 713-372-7411, or Kelly.Rau@chevron.com.

Sincerely,

Kaitlyn A. Luck

thropful!

ATTORNEY FOR CHEVRON U.S.A. INC.

Chevron CB BERU 14 Fee 06 Wells 401H-403H Case No. 21296 Postal Delivery Report

TrackingNo	ToName	DeliveryAddress	City	State Zip	Zip	USPS_Status
9414810898765060103569	9414810898765060103569 Thunder Moon Resources, LLC	PO Box 180573	Dallas	논	75218-0573	75218-0573 Your item was delivered at 12:37 pm on May 29, 2020 in DALLAS, TX 75218.
9414810898765060103583 CapRock Resources, LLC	CapRock Resources, LLC	PO Box 670581	Dallas	¥	75367-0581	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414810898765060103590	9414810898765060103590 Glasgow Oil & Gas Company	PO Box 849	Prosper	¥	75078-0849	75078-0849 Your item was delivered at 9:09 am on June 1, 2020 in PROSPER, TX 75078.
9414810898765060103606 Kerry Lynn Paape	Kerry Lynn Paape	6859 Riverbrook Trce	Columbus	g.	31904-3801	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414810898765060103620	9414810898765060103620 Stroube Energy Corporation	17194 Preston Rd Ste 102 Lb 249	Dallas	×	75248-1227	Your item departed our USPS facility in ALBUQUERQUE, NM 87101 on June 8, 2020 at 10:18 pm. The item is currently in transit to the destination.
9414810898765060103637 William Robert Paape	William Robert Paape	1110 Kennan Rd	West Lake Hills	¥	78746-2724	Your item was delivered to an individual at the address at 6:03 pm on May 26, 2020 in AUSTIN, TX 78746.
9414810898765060103644 McMullen Minerals, LLC	McMullen Minerals, LLC	PO Box 670857	Fort Worth	¥	76147	Your item was delivered at 10:22 am on May 29, 2020 in FORT WORTH, TX 76147 76107.
9414810898765060103651	9414810898765060103651 BK Exploration Corporation	10159 E 11th St	Tulsa	š	74128-3058	Your item was delivered to an individual at the address at 10:07 am on June 1, 74128-3058 2020 in TULSA, OK 74128.
9414810898765060103668 TLW Investments, LLC	TLW Investments, LLC	1001 Fannin St Ste 2020	Houston	녿	77002-6715	Your item was delivered to the front desk, reception area, or mail room at 12:06 77002-6715 pm on May 29, 2020 in HOUSTON, TX 77002.
9414810898765060103675	9414810898765060103675 Alpha Permian Resources, LLC	PO Box 10701	Midland	×	79702-7701	79702-7701 Your item was delivered at 2:34 pm on June 2, 2020 in MIDLAND, TX 79701.
9414810898765060103682 Uplift Energy, LLC	Uplift Energy, LLC	PO Box 10702	Midland	Ĕ	79702-7702	79702-7702 Your item was delivered at 2:34 pm on June 2, 2020 in MIDLAND, TX 79701.



Affidavit of Publication Ad # 0004207105 This is not an invoice

HOLLAND & HART POBOX 2208

SANTA FE, NM 87504

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

05/27/2020

Legal Clerk

Subscribed and sworn before me this May 27, 2020:

State of WI, County of Brown

NOTARY PUBLIC

My commission expires

SHELLY HORA Notary Public State of Wisconsin

Ad # 0004207105 PO #: 4207105 # of Affidavits1

This is not an invoice

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. During the COVID-19 Public Health Emergency, state buildings are closed to the public and Division hearings will be conducted remotely. The remote electronic public hearing will be conducted remotely on the following case. The hearing will be conducted on Thursday, June 11, 2020, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at http://www.emnrd.state.nm.us/OCD/hearings.html or obtained from Marlene Salvidrez, at Marlene.Salvidrez@state.nm.us. Documents filed in the case may be viewed at http://cocdimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800-659-1779, no later than Monday, June 1, 2020.

Persons may view and participate in the hearings through the following link and as indicated below:

Meeting number: 968 329 152 Password: YQe6KZBe3n6 https://nmemnrd.webex.com/nmemnrd/j.php?MTID=mb3dd b90721ccc17207709b8c71dc2ac1

Join by video system
Dial 968329152@nmemnrd.webex.com
You can also dial 173.243.2.68 and enter your meeting number.

Join by phone +1-408-418-9388 United States Toll Access code: 968 329 152

> STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All overriding royalty interest owners and pooled parties, including: Belinda Sue Williams aka Belinda Raines, her heirs and devisees; Bogle Oil, Inc.; BX4, LLC; Cheryl Beck, her heirs and devisees; Concepcion C. Onsurez Revocable Trust; Crystal A. Howard, her heirs and devisees; Danielle Levine-Baum, her heirs and devisees; Darrin M. Margulies Trust; David L. Margulies and Gloria S. Margulies Trust; El Rojo, L.L.C.; Emil Berger Trust; Estate of Cella B. Milavec, her heirs and devisees; Estate of Lawrence P. Williams, his heirs and devisees; GB Williams Properties, LLC; Greg Martinez, his heirs and devisees; Harvey R. Hicks, Jr., his heirs and devisees; Heather Holesapple Oil, Gas and Mineral Management; Howard Family Resources, LLC; Jack Austin Richardson, his heirs and devisees; James Clay Williams, his heirs and devisees; Joan W. Clem, her heirs and devisees; Joe A. Clem, his heirs and devisees; John D. Stribling, his heirs and devisees; John Draper Brantley, Jr., his heirs and devisees; John Michael & Marion Richardson, their heirs and devisees; John Michael & Marion Richardson, their heirs and devisees; Julee Marguiles-Metz, her heirs and devisees; Lanora Sue Williams Allomong, her heirs and devisees; Lovella Kilman, her heirs and devisees; Margaret Stribling, her heirs and devisees; Mark D. Howard, his heirs and devisees; Margaret Stribling, her heirs and devisees; Mark D. Howard, his heirs and devisees; Marsha Sue Kantor, her heirs and devisees; Martha Joy Stribling, her heirs and devisees; Melissa McCarthy fka Melissa Breaux fka Lisa Williams, her heirs and devisees; Melisa McCarthy fka Melissa Breaux fka Lisa Williams, her heirs and devisees; Richard Holesapple Revocable Trust; Robert Duncan Cain, Jr., his heirs and devisees; Sammy King Price, his heirs and devisees; Solomon N. Grover Trust; Stennis Family Trust H; Stephen Frank Williams, Jr., his heirs and devisees; Terry Lee Williams, his heirs and devisees; Tommy Lee Pierce, his heirs and devisees; Tundra AD3, PL; Urquidez

ranny civing trost, valuez ranny 2006 irrevocable trust, William M. Baker and Francine L. Baker Family Trust; Brady Lynn Raindl, his heirs and devisees; Brandi Blair Raindl, her heirs and devisees; Brent Mitchell Raindl, his heirs and devi-sees; Cynthia Fay Lee, her heirs and devisees; Debra Kay Primera, her heirs and devisees; George McBeath Tracy, his heirs and devisees; Marion Jane Gordon, her heirs and devisees; Mittie Beth Hayes, her heirs and devisees; Morris E. Sees; Mitte Beth Hayes, her heirs and devisees; Morris E. Schertz, his heirs and devisees; Ricky D. Raindl, his heirs and devisees; Susie Belle Bindel, her heirs and devisees; Thunder Moon Resources, LLC; CapRock Resources, LLC; Glasgow Oil & Gas Company; Kerry Lynn Paape, her heirs and devisees; Stroube Energy Corporation; William Robert Paape, his heirs and devisees; McMullen Minerals, LLC; BK Exploration Corporation; The Resources Resources and Devisees; Page 11 C. Albas Permiss Resources. Corporation; TLW Investments, LLC; Alpha Permian Resources, LLC; and Uplift Energy, LLC.

Case No. 21296: Application of Chevron Production Company for compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a standard 480-acre horizontal spacing unit comprised of the £/2 of Section 23 and the \$E/4 of Section 14, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. The above-referenced unit will be dedicated to the following proposed wells:

• The CB BERU 23 14 FEE 06 #401H Well to be horizontally will be form a reference to the \$E/4 FEE 06 #401H Well to be contained.

drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 23 to a bottom hole location in the SW/4 NE/4

(Unit G) of Section 14; and

The CB BERU 23 14 FEE 06 #402H Well and the CB BERU 23 14 FEE 06 #402H Well and the CB BERU 23 14 FEE 06 #403H Well, both are 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.

Pursuant to the Special Rules for the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220), the completed interval for each of these proposed initial wells will comply with the 330-foot setback requirement. Also, to be considered will be the cost of drilling and completing the wells, the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator, and a 200% charge for risk involved in drilling and completing the well. Said area is located approximately 3 miles southeast of Loving, New Mexico.

#4207105, Current Argus, May 27, 2020