

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

**APPLICATION OF CHEVRON U.S.A. INC. TO AMEND ORDER R-13862 TO POOL
ADDITIONAL MINERAL INTERESTS IN THE APPROVED SPACING AND
PRORATION UNIT, LEA COUNTY, NEW MEXICO.**

CASE NO. 15167

CHEVRON'S PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Chevron U.S.A. Inc.
1400 Smith Street
Houston, Texas 77002

ATTORNEY

Michael H. Feldewert
Jordan L. Kessler
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile

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STATEMENT OF THE CASE

Division Order R-13862, entered on July 16, 2014, created a non-standard spacing and proration unit in the Bone Spring formation (North Red Hills-Bone Spring Pool (96434)) consisting of the W/2 E/2 of Section 14, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico, and pooled the known uncommitted mineral interest in this spacing and proration unit. The unit is dedicated to Chevron's proposed **Gramma Ridge 14-24-34 Well No. 1H** (30-025-41811), which has not yet been drilled. Since the entry of Order R-13862, Chevron has discovered additional mineral interests in the Unit that were not notified and pooled under

Case No. 15167. Chevron now seeks to amend Order R-13862 to include these additional interests under the terms of that pooling order.

APPLICANT'S PROPOSED EVIDENCE

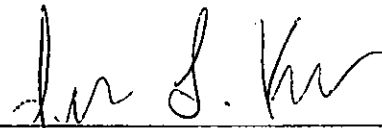
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Cody Cole, via affidavit Petroleum Landman	Approx. 5 minutes	Approx. 2.

PROCEDURAL MATTERS

This case will be presented by affidavit.

Respectfully submitted,

HOLLAND & HART, LLP



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Jordan L. Kessler
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(505) 983-6043 Facsimile

ATTORNEYS FOR CHEVRON U.S.A. INC.