

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-03102	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name STATE "AN"	
8. Well Number 002H	
9. OGRID Number 4323	
10. Pool name or Wildcat VACUUM ABO REEF/VAC BLINEBRY	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator
CHEVRON U.S.A. INC.

3. Address of Operator
15 SMITH ROAD, MIDLAND, TEXAS 79705

4. Well Location
Unit Letter: B 330 feet from NORTH line and 2100 feet from the EAST line
Section 7 Township 18S Range 35E NMPM County LEA

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☐
OTHER: INTENT TO DOWNHOLE COMMINGLE

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER:

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

CHEVRON U.S.A. INC. INTENDS TO DOWNHOLE COMMINGLE PRODUCTION FROM THE VACUUM BLINEBRY, (61850) AND THE VACUUM ABO REEF (61780).

APPLICATION HAS BEEN MADE TO SANTA FE. PLEASE FIND ATTACHED, A COPY OF THE APPLICATION PACKAGE, ALONG WITH C-102 PLATS FOR BOTH ZONES.

DURING THIS PROCESS WE PLAN TO USE THE CLOSED LOOP SYSTEM WITH A STEEL TANK AND HAUL TO THE REQUIRED DISPOSAL, PER THE OCD RULE 19.15.17.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE REGULATORY SPECIALIST

DATE 04/14/2015

Type or print name DENISE PINKERTON
For State Use Only

E-mail address: leakejd@chevron.com

PHONE: 432-687-7375

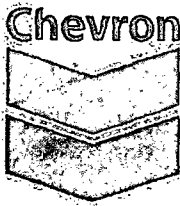
APPROVED BY:

TITLE Petroleum Engineer

DATE 05/06/15

Conditions of Approval (if any):

MAY 07 2015



Daniel Pequeno, CPL/ESA
Senior Land Representative

North America Exploration
and Production Company
15 Smith Road, RM-2235
Midland, Texas 79705
Tel 432 687 7461
Fax 432 687 7871
peqd@chevron.com

February 24, 2015

David Catanach, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

**RE: APPLICATION OF CHEVRON USA INC. TO DOWNHOLE COMMINGLE
THE ABO REEF AND BLINEBRY POOLS FOR THE STATE "AN" WELL
NO. 2H, LOCATED 330' FNL & 2,100' FEL (SHL) AND 675' FNL & 4889' FEL (BHL)
OF SECTION 7-T18S-R35E FOR OIL & GAS PRODUCTION - LEA COUNTY, NEW
MEXICO**

Dear Mr. Catanach,

Chevron U.S.A. Inc. (Chevron) hereby makes an application requesting the authority and administrative approval to downhole commingle the Abo Reef and Blinebry Pools for oil and gas production for the following well:

Well:	State "AN" #2H
API No.	30-025-03102
Location:	330' FNL & 2,100' FEL (Unit Letter B - SHL) and 675' FNL & 4889' FEL (Unit Letter D - BHL)
Well Unit:	NW/4NE/4 & NE/4NW/4 of Section 7, Township 18 South, Range 35 East, N.M.P.M., Lea County, New Mexico

The subject well is an existing wellbore originally drilled and completed in August 2006 in the Vacuum Abo Reef Pool. The workover will be an up-hole re-completion to add the Blinebry pool and downhole commingle with the Abo Reef pool.

The workover will be a re-completion in two pools being the Vacuum Abo Reef (61780) and the Vacuum Blinebry Pool (61850). Enclosed for your convenience is the following documentation in support of this application:

- A. Original copy of the Application Checklist;
- B. Original Copy of the completed Form C-107A Application for Well and Acreage Dedication plat along with Maps;

APR 17 2015

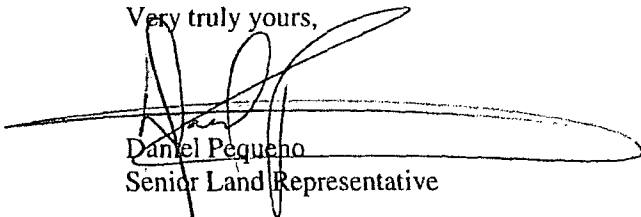
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C. Copy of Ownership List for the State "AN" Well No. 2H which reflects the common ownership of the land, being the State of New Mexico, Commissioner of Public Lands.

By copy of this letter along with the attachments, we are providing notice to the Commissioner of Public Lands, State of New Mexico along with a check for \$35.00 for the filing fee. Chevron respectfully requests administrative approval for the downhole commingling for its proposed State "AN" Well No. 2H.

If we can be of any assistance or if you need additional information, please call Brentz Britton for any technical questions at (432) 687-7111 or the undersigned at (432) 687-7461 for any land related questions.

Very truly yours,



Daniel Pequeno
Senior Land Representative

Cc: State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148
Attn.: Mr. William Jones

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
---------	----------	----------	-----------	------	---------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



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ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [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 - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [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

[D] Other: Specify _____

[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] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate and complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Brentz Britton
 Print or Type Name

Signature

Petroleum Engineer
 Title

02/09/2015
 Date

brentz.britton@chevron.com
 E-mail Address

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

District II
1701 W. Grand Avenue, Artesia, NM 88210

District III
1600 Van Buren Road, Artesia, NM 88210

District IV
1320 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-107A
Revised June 10, 2003

APPLICATION TYPE

☒ Single Well
☐ Establish Pre-Approved Pools
EXISTING WELLBORE
☒ Yes ☐ No

APPLICATION FOR DOWNHOLE COMMINGLING

Chevron U.S.A., Inc. 15 Smith Rd. Midland, Tx. 79705
Operator Address

State 'AN' 2H Unit B, Section 7-18S-35E Lea
Lease Well No. Unit Letter-Section-Township-Range County

OGRID No. 4323 Property Code API No. 30-025-03102 Lease Type: ☐ Federal ☒ State ☐ Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Vacuum Blinbry	N/A	Vacuum Abo Reef
Pool Code	61850	N/A	61780
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	5700 - 6100'	N/A	8060 - 8900'
Method of Production (Flowing or Artificial Lift)	Artificial Lift - Rod Pump	N/A	Artificial Lift - Rod Pump
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	Within 150%	N/A	Within 150%
Oil Gravity or Gas BTU (Degree API or Gas BTU)	N/A	N/A	39 API
Producing, Shut-In or New Zone	New Zone	N/A	Producing
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: Not Yet Tested Rates:	Date: Rates:	Date: 10/04/2014 Rates: 20 BO, 102 BW, 18 MCF
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas % %	Oil Gas % %	Oil Gas % %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones?
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?
Are all produced fluids from all commingled zones compatible with each other?
Will commingling decrease the value of production?

☒ Yes ☐ No
☐ Yes ☐ No
☒ Yes ☐ No
☐ Yes ☒ No

If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands
or the United States Bureau of Land Management been notified in writing of this application?
NMOCD Reference Case No. applicable to this well:

☒ Yes ☐ No

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
Production curve for each zone for at least one year. (If not available, attach explanation.)
For zones with no production history, estimated production rates and supporting data.
Data to support allocation method or formula.
Notification list of working, royalty and overriding royalty interests for uncommon interest cases.
Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools
List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
Bottomhole pressure data.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Brentz Britton TITLE Petroleum Engineer DATE 02/09/2015

TYPE OR PRINT NAME Brentz Britton TELEPHONE NO. (432)250-4079

E-MAIL ADDRESS brentz.britton@chevron.com

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*Fixed allocation percentages
will be provided after the
re completion
using the
subtraction
method
from Post
workover well
lists.*

District I
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District IV
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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

HOBBS OCD

APR 17 2015

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-03102	² Pool Code 61850	³ Pool Name VACUUM; BLINEBRY
⁴ Property Code	⁵ Property Name STATE "AN"	⁶ Well Number 2H
⁷ OGRID No. 4323	⁸ Operator Name CHEVRON U.S.A. INC.	⁹ Elevation 3973'

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
B	7	18S	35E		330	NORTH	2100	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
D	7	18S	35E		675	NORTH	4889	EAST	LEA

¹² Dedicated Acres 120	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. DAC-4739
--------------------------------------	-------------------------------	----------------------------------	-------------------------------------

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

	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: <u>Denise Pinkerton</u> Date: 02/11/2015</p> <p>Printed Name: DENISE PINKERTON REGULATORY SPECIALIST</p> <p>E-mail Address: <u>jeakejd@chevron.com</u></p>
	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p>
	<p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
	<p>Certificate Number</p>

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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

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APR 17 2015

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-03102	² Pool Code 61780	³ Pool Name VACUUM; ABO REEF
⁴ Property Code	⁵ Property Name STATE "AN"	⁶ Well Number 2H
⁷ OGRID No. 4323	⁸ Operator Name CHEVRON U.S.A. INC.	⁹ Elevation 3973'

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
B	7	18S	35E		330	NORTH	2100	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
D	7	18S	35E		675	NORTH	4889	EAST	LEA

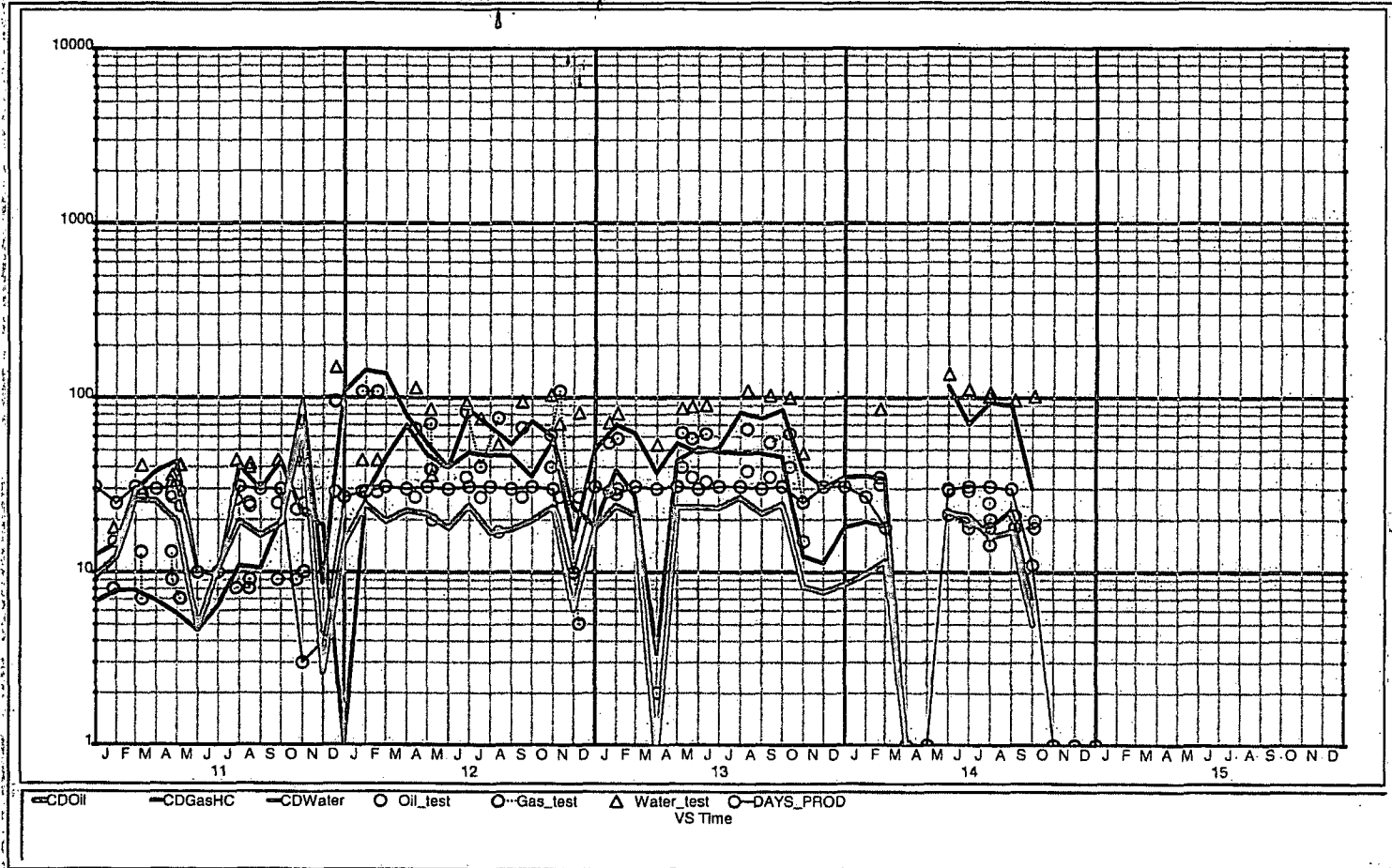
¹² Dedicated Acres 120	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. DHC-4739
--------------------------------------	-------------------------------	----------------------------------	-------------------------------------

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.

	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: <i>Denise Pinkerton</i> Date: 02/11/2015</p> <p>Printed Name: DENISE PINKERTON REGULATORY SPECIALIST</p> <p>E-mail Address: leakejd@chevron.com</p>
	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p>
	<p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
	<p>Certificate Number</p>

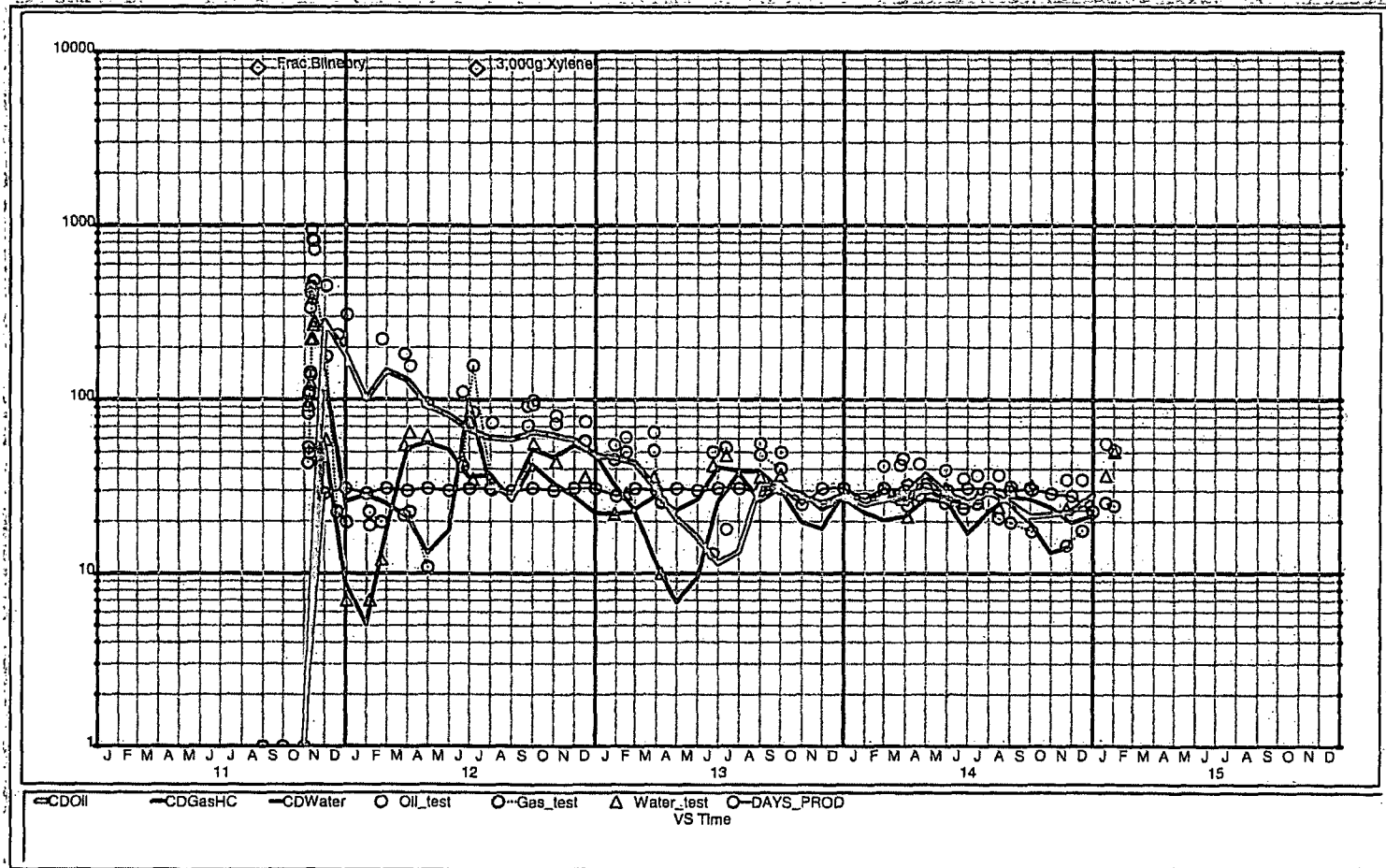
Name: 2-H-ID: 30025031020101 Type: Completion Format: [p] Comp: CDProd Test vs Time

WELL_LABEL: STATE AN 02 H	FIELD_CODE: T49	PROD_METH: SI	LASTOCUM: 44
CHEVNO: FA4254	FIELD: FLD-VACUUM	CLASS_CODE: OI	LASTGCUM: 116
SIDETRACK: 1	LEASE: STATE/AN COM	SAP_CODE: UCT494300	CC_NM: STATE AN
COMP_NUM: 01	SEC-T-R: 7 - S018 - E035	RES_CODE: 0000010101	RES: ABO REEF



Name: 3 ID: 30025400600001 Type: Completion Format: [p] Comp: -CDProd Test vs Time

WELL_LABEL: NM R NCT 4 #3	FIELD_CODE: T49	PROD_METH: PR	LASTOCUM: 64
CHEVNO: MY2482	FIELD: FLD-VACUUM	CLASS_CODE: OI	LASTGCUM: 38
SIDETRACK: 0	LEASE: NEW MEXICO R NCT-4	SAP_CODE: UCT496300	CC_NM: NEW MEXICO R STATE NCT-4
COMP_NUM: 01	SEC-T-R: 7 - S018 - E035	RES_CODE: 0000004532	RES: BLINEBRY



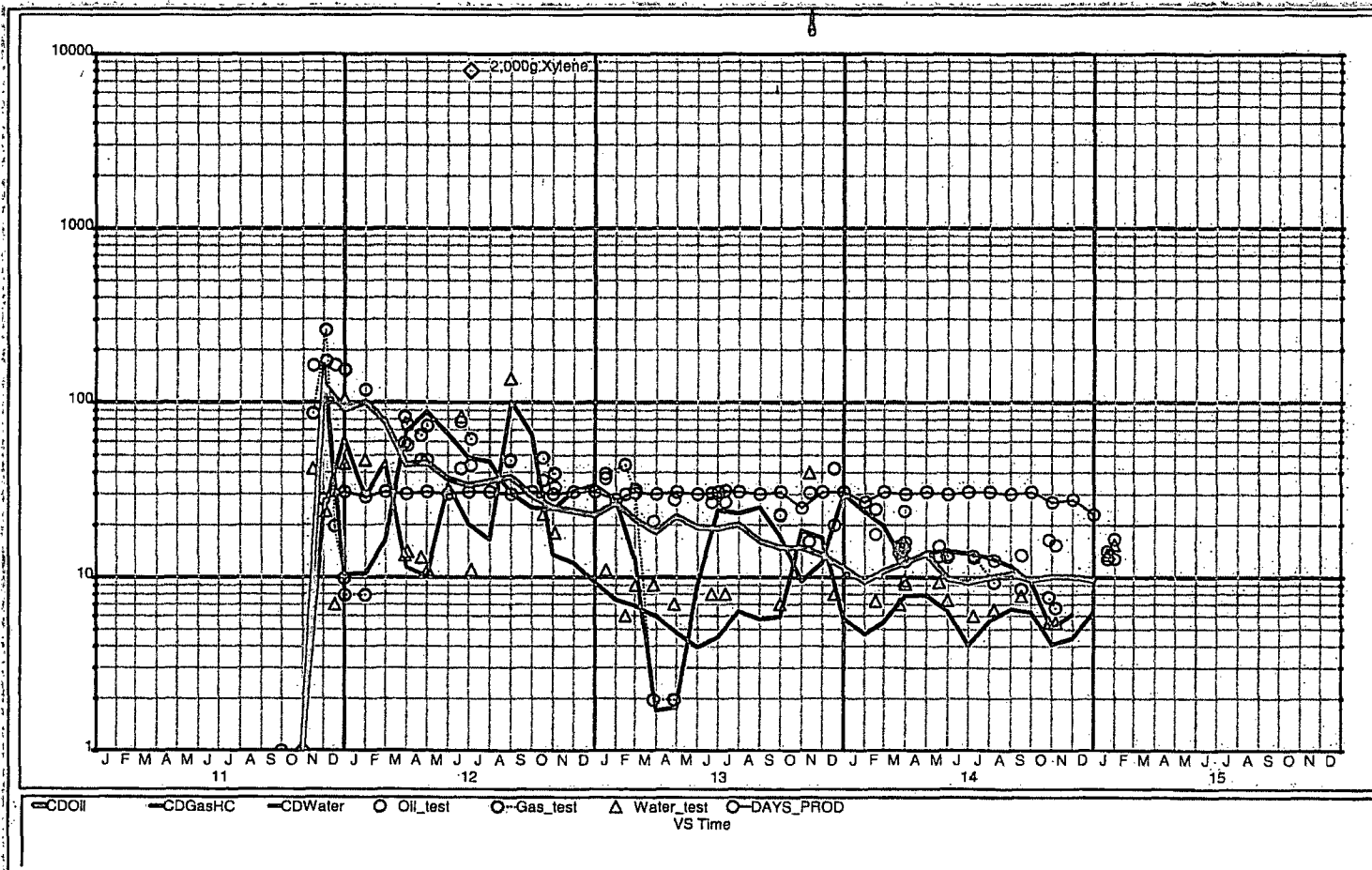
Name: 13 ID: 3002540059000 Type: Completion Format: [p] Comp: CDProd Test vs Time

WELL_LABEL: STATE AN 13
CHEVNO: MY2486
SIDETRACK: 0
COMP_NUM: 01

FIELD_CODE: T49
FIELD: FLD-VACUUM
LEASE: STATE AN
SEC-T-R: 7 - S018 - E035

PROD_METH: PR
CLASS_CODE: OI
SAP_CODE: UCT494300
RES_CODE: 0000004532

LASTOCUM: 33
LASTGCUM: 31
CC_NM: STATE AN
RES: BLINEBRY



Name: 2-H ID: 30025031020101 Type: Completion Format: [p] Comp: CDP Prod Test vs Time

WELL_LABEL: STATE AN 02 H

FIELD_CODE: T49

PROD_METH: SI

LASTOCUM: 44

CHEVNO: FA4254

FIELD: FLD-VACUUM

CLASS_CODE: OI

LASTGCUM: 116

SIDETRACK: 1

LEASE: STATE/AN COM

SAP_CODE: UCT494300

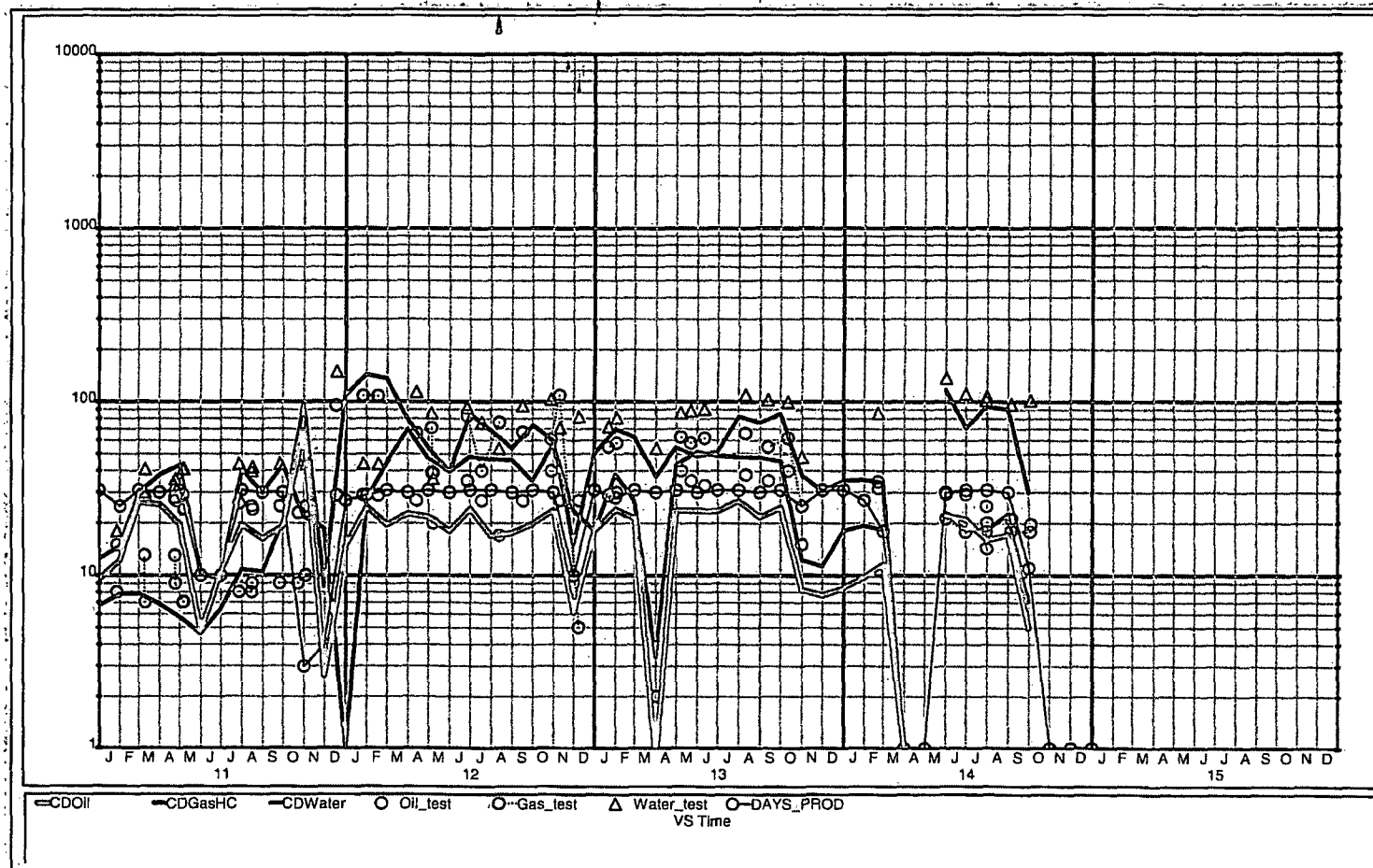
CC_NM: STATE AN

COMP_NUM: 01

SEC-T-R: 7 - S018 - E035

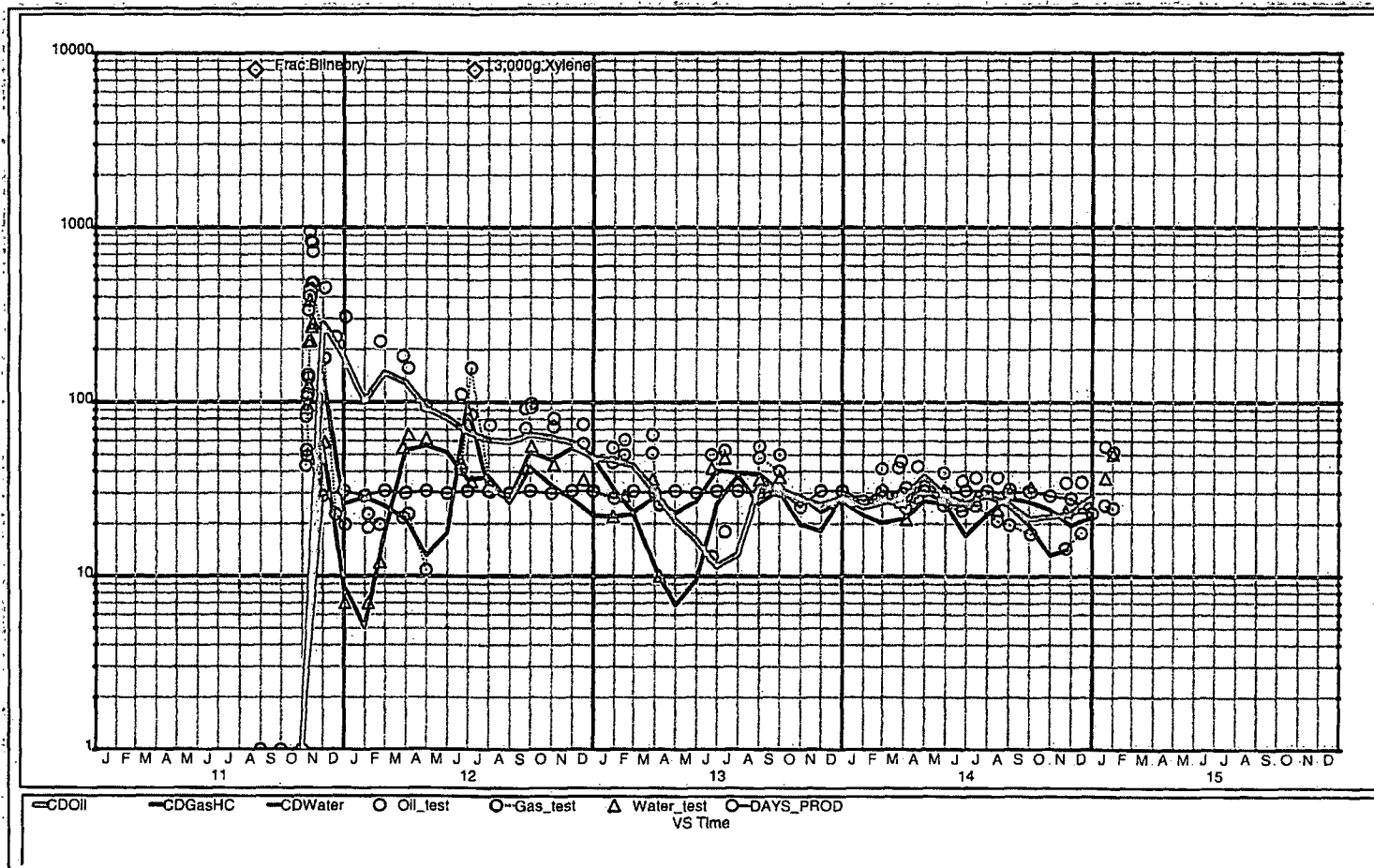
RES_CODE: 0000010101

RES: ABO REEF



Name: 3 ID: 30025400600001, Type: Completion Format: [p] Comp: -, CDP rod: Test vs Time:

WELL_LABEL: NM R NCT 4 #3	FIELD_CODE: T49	PROD_METH: PR	LASTOCUM: 64
CHEVNO: MY2482	FIELD: FLD-VACUUM	CLASS_CODE: OI	LASTGCUM: 38
SIDETRACK: 0	LEASE: NEW MEXICO R NCT-4	SAP_CODE: UCT496300	CC_NM: NEW MEXICO R STATE NCT-4
COMP_NUM: 01	SEC-T-R: 7 - S018 - E035	RES_CODE: 0000004532	RES: BLINEBRY



Name: 13 ID: 30025400590001 Type: Completion, Format: [p] Comp - CDP, Prod Test vs Time

WELL_LABEL: STATE AN 13

FIELD_CODE: T49

PROD_METH: PR

LASTOCUM: 33

CHEVNO: MY2486

FIELD: FLD-VACUUM

CLASS_CODE: OI

LASTGCUM: 31

SIDETRACK: 0

LEASE: STATE AN

SAP_CODE: UCT494300

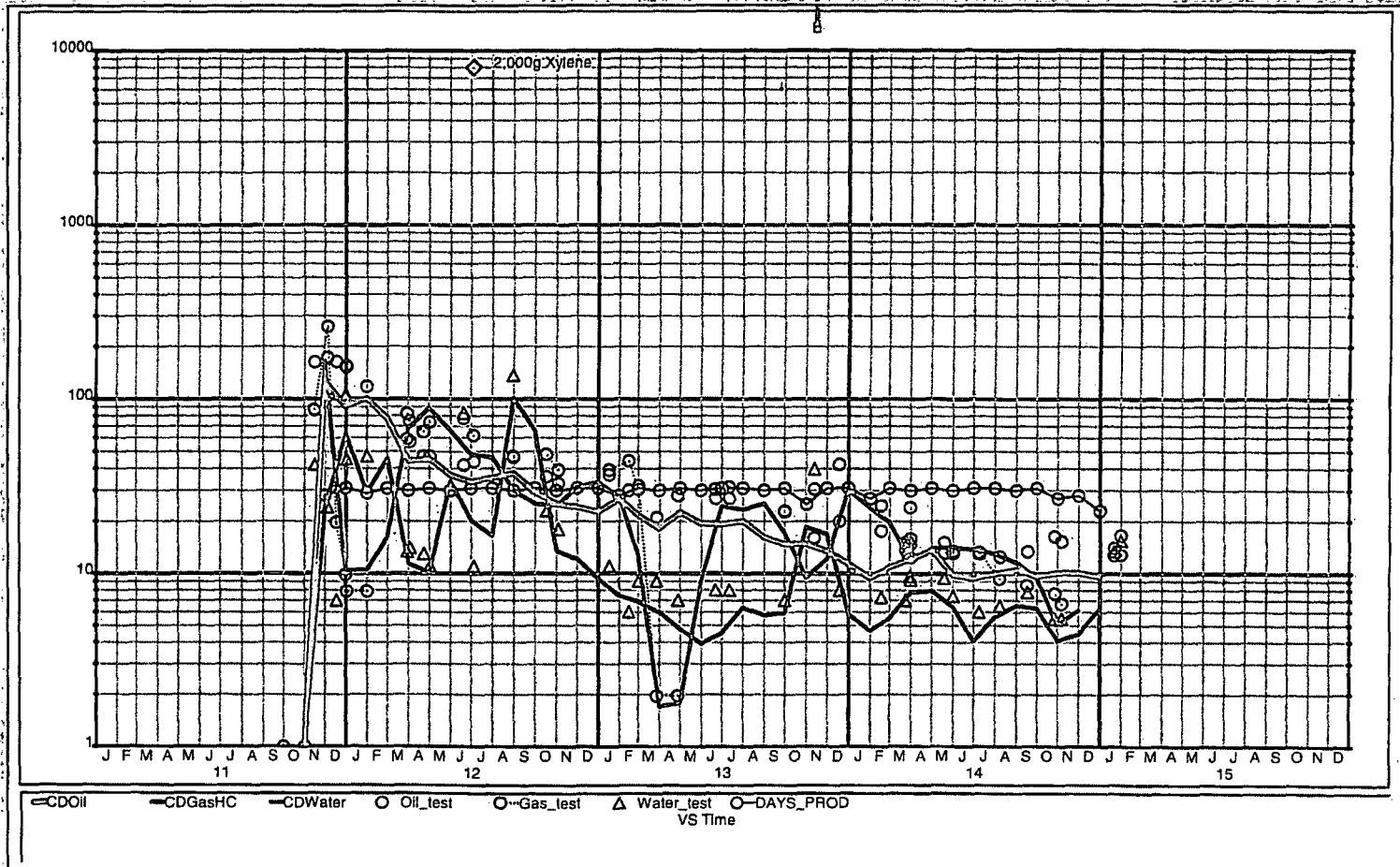
CC_NM: STATE AN

COMP_NUM: 01

SEC-T-R: 7 - S018 - E035

RES_CODE: 0000004532

RES: BLINEBRY



ATTACHMENT I

LAND OWNERSHIP STATUS

PREPARED BY Daniel Pequeno, Landman, CPL/ESA

February 16, 2015

Application of Chevron U.S.A. Inc. for Administrative Approval to Downhole Commingle the Abo Reef and Blinebry Pools and Simultaneous Dedication:

Chevrons – New Mexico State “AN” State Well No. 2H – (API NO. 30-025-03102)
330' FNL & 2,100' FEL (SHL) of Section 7, T-18-S, R-35-E, (Unit Letter B); and ~~675'~~ ^{4889'} FNL & FEL (BHL) of Section 7, T19S-R35E (Unit Letter D)
Lea County, New Mexico

N/W/4NE/4 OF SECTION 7 –T18S-R35E, NMPM – STATE LEASE E-7653:

Lease Owner – 100% WI

Chevron U.S.A. Inc.
15 Smith Road
Midland, Texas 79705

Royalty Owner – 1/8 Royalty

State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico

N/E/4N/W/4 & LOT 1 (NW/4NW/4) OF SECTION 7 –T18S-R35E, NMPM – STATE LEASE E-1306:

Lease Owner – 100% WI

Chevron U.S.A. Inc.
15 Smith Road
Midland, Texas 79705

Royalty Owner – 1/8 Royalty

State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico

Well located on the Leases is the New Mexico State “AN” #2H currently producing from the Abo Reef formation and the well will be recompleted to add the Blinebry pool and down hole commingle with the Abo Reef Pool.

Surface Owner for all of Section 7, T18S-R35E, N.M.P.M.:

State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Signed By: 
Daniel Pequeno, Landman

Date: February 16, 2015

Pinkerton, J. Denise (leakejd)

From: PEQUENO, DANIEL
Sent: Tuesday, February 24, 2015 11:24 AM
To: Pinkerton, J. Denise (leakejd)
Subject: RE: NMOCD APP_Downhole Commingle_ST AN #14_QLS-085431_LTR_2-19-15.doc
Attachments: Scanned from a Xerox multifunction device.pdf

Denise,

I have attached the signed letter and is ready to go. Make sure you send the duplicate packages to the NMOCD and the SLO with the filing fee. Let me know if you have any questions.

Thanks,

Daniel Pequeno, CPL/ESA
Senior Land Representative

Mid-Continent Business Unit
Chevron North America Exploration and Production Co.
a division of Chevron U.S.A. Inc.
15 Smith Rd., RM-2235
Midland, Texas 79705
Tel 432 687 7461
Fax 432 687 7871
peqd@chevron.com

From: Pinkerton, J. Denise (leakejd)
Sent: Tuesday, February 24, 2015 10:55 AM
To: PEQUENO, DANIEL
Subject: NMOCD APP_Downhole Commingle_ST AN #14_QLS-085431_LTR_2-19-15.doc

Daniel,
Please sign and send back to me.

Denise Pinkerton



Daniel Pequeno, CPL/ESA
Senior Land Representative

North America Exploration
and Production Company
15 Smith Road, RM-2235,
Midland, Texas 79705
Tel 432 687 7461
Fax 432 687 7871
peqd@chevron.com

March 16, 2015

Mr. Pete Martinez
State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

**RE: DOWNHOLE COMMINGLING APPLICATION STATE "AN" WELL NO. 2H,
API #30-025-03102, UNIT LETTER D, SECTION 7-T18S-35E
VACUUM BLINEBRY POOL (61850) & VACUUM ABO REEF POOL (61780)
LEA COUNTY, NEW MEXICO**

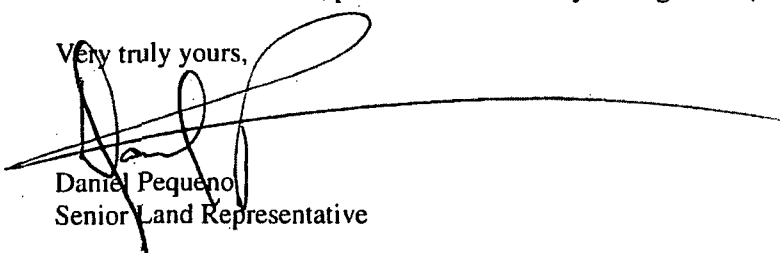
Dear Mr. Martinez,

We are in receipt of the letter from the State of New Mexico, Commissioner of Public Lands dated March 4, 2015 (attached) granting approval of the Application to downhole commingle the Vacuum Blinebry Pool (61850) & Vacuum Abo Reef Pool (61780) for the referenced well in Lea County, New Mexico. It is understood that approval is subject to the approval of the New Mexico Oil Conservation Division which we expect to be forthcoming.

In accordance with said letter, please find Chevron's check No. 0024066842 dated March 12, 2015 in the amount of \$30.00 for the filing fee for the application.

If I can be of assistance, please let me know by calling me at (432) 687-7461.

Very truly yours,



Daniel Pequeno
Senior Land Representative

Cc: Mr. Michael McMillan
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

www.nmstatelands.org

March 4, 2015

Chevron U.S.A. Inc.
15 Smith Road
Midland, Texas 79705

Attn: Mr. Daniel Pequeno

Re: Downhole Commingling Application
State "AN" #2H Well API #30-025-03102
Unit Letter D, Sec 07-18S-35E
Vacuum Blinbry Pool (61850) & Vacuum Abo Reef Pool (61780)
Lea County, New Mexico

Dear Mr. Pequeno:

Thank you for your application to downhole commingle the Vacuum Blinbry Pool (61850) & Vacuum Abo Reef Pool (61780) from the referenced well in Lea County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

The filing fee in the amount of \$30.00 is due. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

BY: 

TERRY WARNELL, Director
Oil, Gas and Minerals Division

AD/TW/sk

Enclosure

xc: Reader File

OCD-Daniel Sanchez