

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

**APPLICATION OF CHEVRON U.S.A. INC.  
TO EXTEND THE DRILLING DEADLINE UNDER  
ORDER NO. R-22778, LEA COUNTY, NEW MEXICO.**

**CASE NO. 24597  
ORDER NO. R-22778**

**APPLICATION OF CHEVRON U.S.A. INC.  
TO EXTEND THE DRILLING DEADLINE UNDER  
ORDER NO. R-22782, LEA COUNTY, NEW MEXICO.**

**CASE NO. 24598  
ORDER NO. R-22782**

**APPLICATION OF CHEVRON U.S.A. INC.  
TO EXTEND THE DRILLING DEADLINE UNDER  
ORDER NO. R-22783, LEA COUNTY, NEW MEXICO.**

**CASE NO. 24599  
ORDER NO. R-22783**

**APPLICATION OF CHEVRON U.S.A. INC.  
TO EXTEND THE DRILLING DEADLINE UNDER  
ORDER NO. R-22784, LEA COUNTY, NEW MEXICO.**

**CASE NO. 24600  
ORDER NO. R-22784**

**APPLICATION OF CHEVRON U.S.A. INC.  
TO EXTEND THE DRILLING DEADLINE UNDER  
ORDER NO. R-22785, LEA COUNTY, NEW MEXICO.**

**CASE NO. 24601  
ORDER NO. R-22785**

**CHEVRON U.S.A. INC.'S CONSOLIDATED PRE-HEARING STATEMENT**

Chevron U.S.A. Inc. ("Chevron" or "Applicant"), the applicant in the above-referenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Chevron U.S.A. Inc.  
("Chevron")

**ATTORNEY**

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**APPLICANT’S STATEMENT OF THE CASE**

In **Case No. 24597**, Chevron seeks an order to amend Order No. R-22778 ("Order") to allow for an extension of time for drilling the proposed initial wells under the Order. Division Order No. R-22778, entered on July 10, 2023, in Case No. 23567, created a standard 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 22 and 27, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Chevron as operator of the Unit. Order No. R-22778 further pooled the uncommitted interests in the Bone Spring formation (WC-025 G-05 S233417N; Upper Bone Spring [98133]) in the Unit and dedicated the Unit to the proposed initial **ZN 27 22 Fed State Com #201H** (API No. 30-025-PENDING), **ZN 27 22 Fed State Com #202H** (API No. 30-025-PENDING), and the **ZN 27 22 Fed State Com #203H** (API No. 30-025-PENDING).

In **Case No. 24598**, Chevron seeks an order to amend Order No. R-22782 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22782, entered on July 10, 2023, in Case No. 23568, created a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 E/2 of Sections 22 and 27, Township 23 South,

Range 34 East, NMPM, Lea County, New Mexico (the “Unit”), and designated Chevron as operator of the Unit. Order No. R-22782 further pooled the uncommitted interests in the Lower Bone Spring formation (Antelope Ridge; Bone Spring, West [2209]) in the Unit and dedicated the Unit to the proposed initial **ZN 27 22 Fed State Com #401H** (API No. 30-025-PENDING).

In **Case No. 24599**, Chevron seeks an order to amend Order No. R-22783 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22783, entered on July 10, 2023, in Case No. 23569, created a standard 320-acre, more or less, horizontal spacing unit comprised of the E/2 E/2 of Sections 22 and 27, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico (the “Unit”), and designated Chevron as operator of the Unit. Order No. R-22783 further pooled the uncommitted interests in the Lower Bone Spring formation (Antelope Ridge; Bone Spring, West [2209]) in the Unit and dedicated the Unit to the proposed initial **ZN 27 22 Fed State Com #402H** (API No. 30-025-PENDING).

In **Case No. 24600**, Chevron seeks an order to amend Order No. R-22784 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22784, entered on July 10, 2023, in Case No. 23570, created a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 E/2 of Sections 22 and 27, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico (the “Unit”), and designated Chevron as operator of the Unit. Order No. R-22784 further pooled the uncommitted interests in the Wolfcamp formation (WC-025 G-06 S233423N; Wolfcamp [98242]) in the Unit and dedicated the Unit to the proposed initial **ZN 27 22 Fed State Com #601H** (API No. 30-025-PENDING).

In **Case No. 24601**, Chevron seeks an order to amend Order No. R-22785 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22785, entered on July 10, 2023, in Case No. 23571, created a standard 320-acre, more or

less, horizontal spacing unit comprised of the E/2 E/2 of Sections 22 and 27, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico (the “Unit”), and designated Chevron as operator of the Unit. Order No. R-22785 further pooled the uncommitted interests in the Wolfcamp formation (WC-025 G-06 S233423N; Wolfcamp [98242]) in the Unit and dedicated the Unit to the proposed initial **ZN 27 22 Fed State Com #602H** (API No. 30-025-PENDING).

There is good cause for Applicant’s request for an extension of time to drill. Chevron conducted additional title, thereby causing Chevron to delay its intended plans to develop the acreage subject to the Order.

**APPLICANT’S PROPOSED EVIDENCE**

<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Corie Mathews, Landman	Self-Affirmed Statement	Approx. 1

**PROCEDURAL MATTERS**

Chevron requests that these matters be consolidated for hearing and intends to present these cases by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

By:  \_\_\_\_\_

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**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

QUESTIONS

Action 360872

**QUESTIONS**

Operator: CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706	OGRID: 4323
	Action Number: 360872
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.