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

Michael H. Feldewert Adam G. Rankin Paula M. Vance Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com

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

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS

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: Father

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QUESTIONS

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Action 360876

QUESTIONS

Operator:	OGRID:
CHEVRON U S A INC	4323
6301 Deauville Blvd	Action Number:
Midland, TX 79706	360876
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

ŀ	Testimony	
Please assist us by provide the following information about your testimony.		
	Number of witnesses	Not answered.
	Testimony time (in minutes)	Not answered.