

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

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

**Case No. 24709**

**PREHEARING STATEMENT**

Chevron U.S.A. Inc. (“Chevron”), OGRID No. 4323, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division (“Division”), pursuant to the Division’s rules.

**APPEARANCES**

**ATTORNEY**

**APPLICANT**

Chevron U.S.A. Inc.

Darin C. Savage  
Andrew D. Schill  
William E. Zimsky  
214 McKenzie Street  
Santa Fe, New Mexico 87501  
Telephone: 970.385.4401  
Facsimile: 970.385.4901  
darin@abadieschill.om  
andrew@abadieschill.com  
bill@abadieschill.com

**APPLICANT’S STATEMENT OF THE CASE**

In Case No. 24709, Chevron seeks an order pooling all uncommitted mineral interests in the Wolfcamp formation, designated as a gas pool, underlying a standard 640-acre, more or less, spacing and proration unit (“HSU”) comprised of the W/2 of Sections 14 and 23, all in Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico.

Chevron proposes and dedicates to the HSU the **SND 14-23 Fed Com 619H Well**, the **SND 14-23 Fed Com 619H Well**, and the **SND 14-23 Fed Com 619H Well**, as the initial wells, to be drilled to a sufficient depth to test the Wolfcamp formation.

The proposed wells will be unorthodox in their location, as their first and last take points will not comply with setback requirements under the Division’s Special Rules for the Purple Sage; Wolfcamp (Gas) Pool (Pool Code: 98220) as established in Order No. R-14262. Chevron will apply for administrative approval of the unorthodox locations.

**APPLICANT’S PROPOSED EVIDENCE**

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Corie Mathews	Approx. 10 min	Approx. 5
Geologist: Leah Johnson	Approx. 10 min	Approx. 5

**PROCEDURAL MATTERS**

No protests or objections have been filed and Chevron does not anticipate any at this time; consequently, Chevron plans to conduct the hearing by affidavit or self-affirmed statements. Due to unanticipated changes in the submission deadline for the Carlsbad Current Argus newspaper, timely publication of notice was missed by two days. Chevron respectfully requests that exhibits be taken under advisement subject to curing the notice issue by continuing the case to the August 22, docket.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage  
Darin C. Savage

Andrew D. Schill  
William E. Zimsky  
214 McKenzie Street  
Santa Fe, New Mexico 87501  
Telephone: 970.385.4401  
Facsimile: 970.385.4901  
darin@abadieschill.com  
andrew@abadieschill.com  
bill@abadieschill.com

**Attorneys for Chevron U.S.A. Inc.**

**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 Rd., Aztec, NM 87410  
 Phone:(505) 334-6178 Fax:(505) 334-6170

**District IV**  
 1220 S. St Francis Dr., Santa Fe, NM 87505  
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 369740

**QUESTIONS**

Operator: CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706	OGRID: 4323
	Action Number: 369740
	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	2
Testimony time (in minutes)	20