

**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. _____

APPLICATION

Chevron U.S.A. Inc. (“Chevron” or “Applicant”) (OGRID No. 4323), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted interests in the Wolfcamp formation underlying a standard 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 14 and 23, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico. In support of its application, Chevron states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
2. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **SND 14 23 Fed Com #622H** well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, with a first take point in the SW/4 SE/4 (Unit O) of Section 23, and last take point in the NW/4 NE/4 (Unit B) of Section 14; and **SND 14 23 Fed Com #623H** and **SND 14 23 Fed Com #624H** wells, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, with a first take point in the SE/4 SE/4 (Unit P) of Section 23, and last take point in the NE/4 NE/4 (Unit A) of Section 14.
3. Applicant has reached a voluntary agreement with all the working interest owners in this proposed unit but seeks a pooling order for certain non-cost-bearing interest owners, including

overriding royalty interest owners and record title owners, who have yet to execute the necessary federal communitization agreement.

4. The pooling of interests will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on February 13, 2025, and, after notice and hearing as required by law, the Division enter an order:

- A. Approving the horizontal well spacing unit and pooling certain overriding royalty interest owners and record title owners therein; and
- B. Designating Applicant operator of this spacing unit and the horizontal wells to be drilled thereon.

Respectfully submitted,

HOLLAND & HART LLP

By: 

Michael H. Feldewert
Adam G. Rankin
Paula M. Vance
Post Office Box 2208
Santa Fe, NM 87504
505-988-4421
505-983-6043 Facsimile
mfeldewert@hollandhart.com
agrarkin@hollandhart.com
pmvance@hollandhart.com

ATTORNEYS FOR CHEVRON U.S.A. INC.

CASE _____: **Application of Chevron U.S.A. Inc. for Compulsory Pooling, Eddy County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a standard 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 14 and 23, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico. Said unit will be initially dedicated to the proposed **SND 14 23 Fed Com #622H** well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, with a first take point in the SW/4 SE/4 (Unit O) of Section 23, and last take point in the NW/4 NE/4 (Unit B) of Section 14; and **SND 14 23 Fed Com #623H** and **SND 14 23 Fed Com #624H** wells, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, with a first take point in the SE/4 SE/4 (Unit P) of Section 23, and last take point in the NE/4 NE/4 (Unit A) of Section 14. Also, to be considered will be the designation of Applicant as operator of the wells. Said area is located approximately 21 miles southeast of Loving, New Mexico.