

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

**APPLICATION OF CHEVRON U.S.A. INC.
TO AMEND ORDER R-22769 TO ADD
ADDITIONAL INITIAL WELLS AND FOR
COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25118

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

CASE NO. 25119

CHEVRON’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. 25118**, Chevron seeks to amend pooling Order R-22769 to pool the entire Bone Spring formation and add additional initial wells under the pooling order. Order R-22769 pooled all uncommitted interests in a portion of the Bone Spring formation (Cotton Draw; Bone

Spring [13367]), from beneath the base of the First Bone Spring to the top of 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, and designated Chevron is the operator. Chevron seeks to a) pool the entire Bone Spring formation and b) include the following additional initial wells under Order R-22769: **SND 14 23 Fed Com #222H** and **SND 14 23 Fed Com #223H** wells, both to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, 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 #224H** and **SND 14 23 Fed Com #516H** wells, both to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 23, 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.

In **Case No. 25119**, Chevron seeks to pool the uncommitted interests in the Wolfcamp formation (Purple Sage, Wolfcamp (Gas) [98220]) 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, and initially dedicate the 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.

The completed interval for each of the wells in Case No. 25118 will comply with statewide setbacks for oil wells and the wells in Case No. 25119 will comply with the special pool rules for

the Purple Sage Wolfcamp. In both cases, Applicant has reached voluntary agreement with the other working interest owners and, therefore, seeks to pool only non-cost-bearing interest owners, including overriding royalty interest owners and record title owners, who have yet to execute the necessary federal communitization agreements.

APPLICANT’S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Douglas C. Crawford, Landman	Self-Affirmed Statement	Approx. 2
Leah Johnson, Geologist	Self-Affirmed Statement	Approx. 3

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,

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By: 

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 429274

QUESTIONS

Operator: CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706	OGRID: 4323
	Action Number: 429274
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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