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

APPLICATION OF CHEVRON U.S.A. INC. TO AMEND ORDER NO. R-23985, EDDY COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-23985

APPLICATION

Chevron U.S.A. Inc. ("Chevron" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-23985 ("Order") to allow for an extension of time to complete the initial wells under the Order. In support of its application, Chevron states:

- 1. Division Order No. R-23985, entered on September 2, 2025, in Case No. 25510, pooled the uncommitted record title owner and overriding royalty interests in a portion of the Bone Spring formation (Cotton Draw; Bone Spring [13367]), from the top of the Bone Spring formation to the top of the Second Bone Spring Sandstone, underlying a standard 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 14 and 23, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico (the "Unit"), and designated Chevron as operator of the Unit. Order No. R-23985 further dedicated the Unit to the **SND 14 23 Fed Com 222H** (API No. 30-015-55047), **SND 14 23 Fed Com 223H** (API No. 30-015-55048), and **SND 14 23 Fed Com 224H** (API No. 30-015-55071).
- The SND 14 23 Fed Com 222H was spud on December 20, 2024 and the SND 14
 Fed Com 223H and SND 14 23 Fed Com 224H were both spud on December 21, 2024.
- 3. Applicant requests that Order No. R-23985 be re-opened and amended to allow Applicant additional time to complete the wells under the Order.

- 4. There is good cause for Applicant's request for an extension of time.
- 5. Under the Order, Applicant would be required to complete the wells no later than one year after the commencement of drilling; therefore, Chevron asks for a year extension from the date of commencement of drilling the wells.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and, after notice and hearing as required by law, the Division enter an order extending the time for Chevron to complete the proposed initial wells under the Order.

Respectfully submitted,

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ATTORNEYS FOR CHEVRON U.S.A. INC.

CASE :

Application of Chevron U.S.A. Inc. to Amend Order No. R-23985, Eddy County, New Mexico. Applicant in the above-styled cause seeks an extension of time to complete the initial wells under Order No. R-23985. The Unit is comprised of the E/2 of Sections 14 and 23, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico. Order No. R-23985 pooled the uncommitted record title owner and overriding royalty interests in a portion of the Bone Spring formation, from the top of the Bone Spring formation to the top of the Second Bone Spring Sandstone, and dedicated the Unit to the SND 14 23 Fed Com 222H and SND 14 23 Fed Com 223H wells, both horizontally drilled from surface locations in the SW/4 SE/4 (Unit O) of Section 23, with first take points in the SW/4 SE/4 (Unit O) of Section 23, and last take points in the NW/4 NE/4 (Unit B) of Section 14; and SND 14 23 Fed Com 224H well, 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. Said area is located approximately 21 miles southeast of Loving, New Mexico.