

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

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION TO
CONSIDER:**

**APPLICATION OF CHEVRON U.S.A., INC.
TO AMEND ORDER NO. R-20250,
EDDY COUNTY, NEW MEXICO.**

**Case No. 25352
Order No. R-20250-A**

ORDER

BY THE DIVISION:

The Director of the New Mexico Oil Conservation Division (“OCD”), having heard this matter through a Hearing Examiner on June 5, 2025, and after considering the testimony, evidence, and recommendation of the Hearing and Technical Examiners,

FINDS THAT:

- (1) Due public notice has been given, and the OCD has jurisdiction over this case and its subject matter.
- (2) Chevron USA, Inc. (“Chevron”) submitted an application (“Application”) to amend Order No. R-20250 to dismiss from the order, approval to surface commingle oil and gas production from the Bone Spring and Wolfcamp formations within its Javelina Unit (“Unit”).
- (3) The Unit was approved by the OCD on November 27, 2018, though Order No. R-20250 issued for Case No. 16436. The Unit consisted of the top of the Bone Spring formation to the center of the Earth underlying 5119.76 acres (more or less) of the following Federal and State lands situated in Eddy County, New Mexico:

Township 24 South, Range 31 East, N.M.P.M

Section 1: All
Section 2: All
Section 9: All
Section 10: All
Section 11: All
Section 12: All
Section 15: All
Section 16: All

- (4) Approval to surface commingle oil and gas production from the Bone Spring and Wolfcamp formations and from the Unit was approved by the OCD in Order No. R-20250.
- (5) The Unit was approved by the OCD to contract its vertical limit on April 26, 2019, though Order No. R-20488 issued after reopening Case No. 16436. The Unit's vertical limit was contracted to include only the Bone Spring and Wolfcamp formations.
- (6) Written notice of the Application was provided to all interest owners subject to Order R-20250.
- (7) Public notice of the Application was provided via a newspaper ad in the Carlsbad Current-Argus.
- (8) No other party appeared at the hearing or otherwise opposed this application.

IT IS THEREFORE ORDERED THAT:

- (1) The approval granted to Chevron in Order No. R-20250 to surface commingle oil and gas production from the Unit is revoked.
- (2) The remaining provisions of Order No. R-20250 as amended by R-20488 remain in full force and effect.
- (3) Jurisdiction of this case is retained for the entry of such further orders as the OCD may deem necessary.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**GERASIMOS RAZATOS
DIRECTOR (ACTING)**

Date: 6/18/2025