

9G2SB-191213-C-107B 183

Revised March 23, 2017

RECEIVED: 12/13/19	REVIEWER:	TYPE: OLM	APP NO: pDM1936440448
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: CHEVRON USA INC **OGRID Number:** 4323
Well Name: HH SO 8 P2 **API:** 30-015-43935
Pool: PURPLE SAGE; WOLFCAMP (GAS) **Pool Code:** 98226

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location - Spacing Unit - Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling - Storage - Measurement

☐ DHC☐ CTB☐ PLC☐ PC☒ OLS☒ OLM

[II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR2) **NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☒ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐

Notice Complete

☐Application
Content
Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

LAURA BECERRA

Print or Type Name

Signature

11/25/2019

Date

(432) 687-7665

Phone Number

LBECERRA@CHEVRON.COM

e-mail Address



**Chevron North America
Exploration and Production Company**
(A Chevron U.S.A. Inc. Division)
6301 Deauville Blvd
Midland, TX 79706
Tel 432.687.7665
LBecerra@Chevron.com

November 25, 2019

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Re: Application for Off-Lease Measurement – Oil and Gas

To whom it may concern,

Chevron U.S.A. Inc. respectfully requests administrative approval for Off-Lease Measurement, Sales & Storage for oil and gas from Chevron's Hayhurst New Mexico Sec. 9 Central Tank Battery located in the SW corner of Sec. 9, T26S-R27E, Lat: 32.052397, Long: 104.200833 (NAD 83). This site will measure all fluid streams flowing from the following pads, a list of wells is attached to this request:

HH SO 8 P2 wells 5H,6H, 13H, 14H, 21H & 22H (Pkg 2)
HH SO 8 5 FED 003 wells 1H-6H (Pkg 5)
HH SO 17 20 FED 002 wells 1H-6H (Pkg 6)
HH SO 8 5 FED 004 wells 1H-6H (Pkg 7)
HH SO 17 20 FED 001 wells 1H-6H (Pkg 8)

Oil and gas will be measured at the CTB. Oil will be measured using a LACT meter for both pipeline sales and trucking. Gas will be measured utilizing an orifice meter at the discharge of the CTB. C-102s for all wells connected to this battery and facility diagram are included with this notification.

I have attached the Administrative Application checklist, facility diagram, C-102s for referenced wells and proof of notice to interest owners. Should you need additional information, please give me a call at (432) 687-7665 or LBecerra@Chevron.com.

Sincerely,

A handwritten signature in black ink, appearing to read "Laura Becerra".

Laura Becerra
Regulatory Specialist
Midcontinent BU

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised August 1, 2011

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Chevron USA Inc.

OPERATOR ADDRESS: 6301 Deauville Blvd., Midland, TX 79706

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☒ Off-Lease Storage and Measurement (Only if not Surface Commingling)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☒ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☒ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE:  TITLE: Permitting Specialist DATE: 12/5/2019

TYPE OR PRINT NAME Laura Becerra TELEPHONE NO.: (432) 687-7665

E-MAIL ADDRESS: LBecerra@Chevron.com

Form 3160-5
(June 2015)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*5. Lease Serial No.
NMNM118108

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 27. If Unit or CA/Agreement, Name and/or No.
NMNM1386188. Well Name and No.
HH SO 8 P2 5H9. API Well No.
30-015-4393510. Field and Pool or Exploratory Area
PURPLE SAGE;WOLFCAMP (GAS11. County or Parish, State
EDDY COUNTY, NM**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Off-Lease Measuremen t
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Chevron USA respectfully requests approval for Off-Lease Measurement, Sales & Storage for oil and gas from Chevron's Hayhurst New Mexico Sec. 9 Central Tank Battery located in the SW corner of Sec. 9, T26S-R27E, Lat: 32.052397, Long: 104.200833 (NAD 83). This site will measure all fluid streams flowing from the following pads, a list of wells is attached to this request:

HH SO 8 P2 wells 5H,6H, 13H, 14H, 21H & 22H (Pkg 2)
HH SO 8 5 FED 003 wells 1H-6H (Pkg 5)
HH SO 17 20 FED 002 wells 1H-6H (Pkg 6)
HH SO 8 5 FED 004 wells 1H-6H (Pkg 7)
HH SO 17 20 FED 001 wells 1H-6H (Pkg 8)

Oil and gas will be measured at the CTB. Oil will be measured using a LACT meter for both pipeline

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #493694 verified by the BLM Well Information System
For CHEVRON USA INC, sent to the Carlsbad**

Name (Printed/Typed) LAURA BECERRA

Title REGULATORY SPECIALIST

Signature (Electronic Submission)

Date 11/25/2019

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

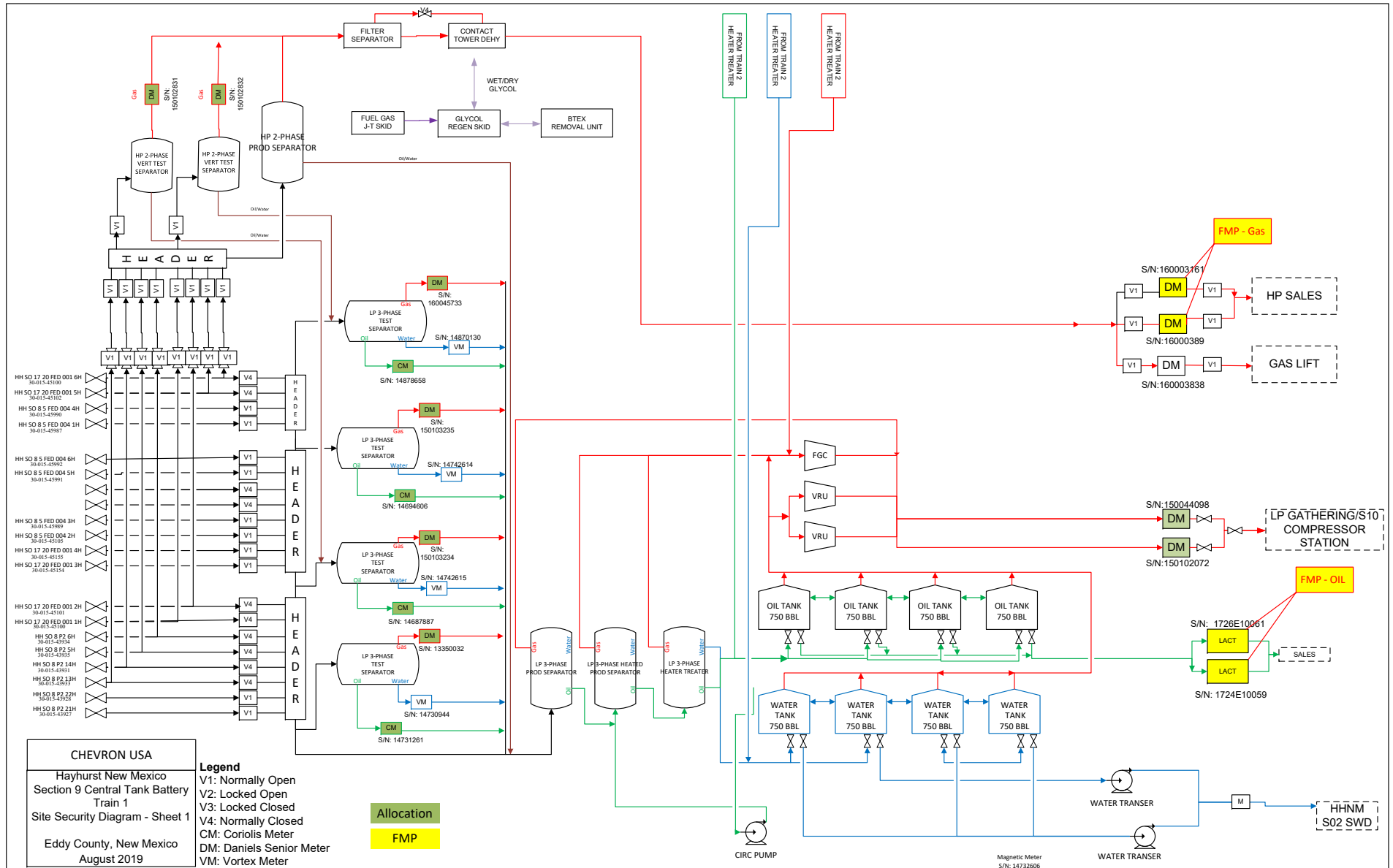
**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

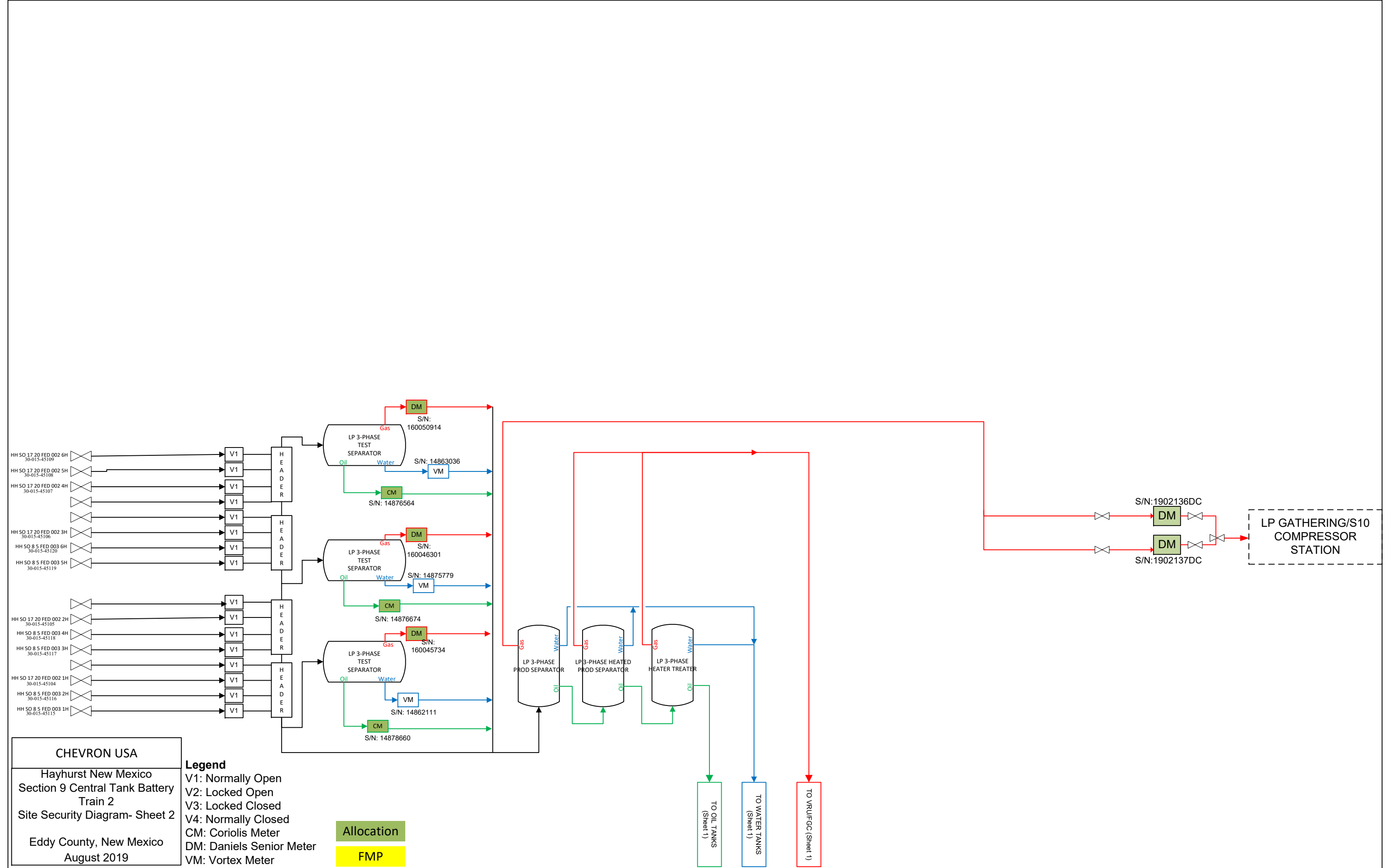
Additional data for EC transaction #493694 that would not fit on the form

32. Additional remarks, continued

sales and trucking, gas will be measured utilizing an orifice meter at the discharge of the CTB.

Well plats for all wells connected to this battery and facility diagram are also attached to this request.

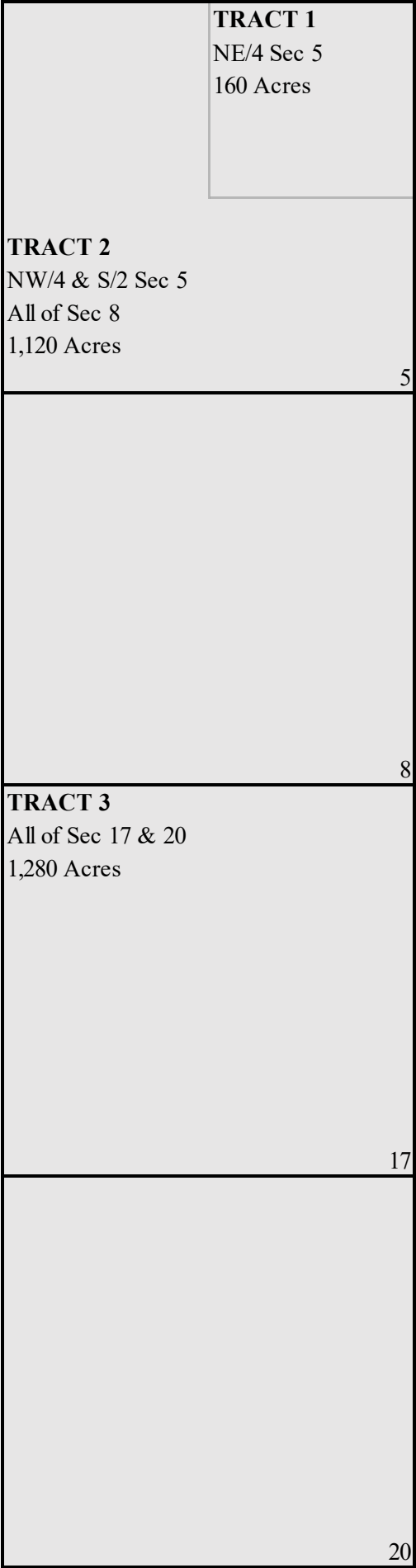




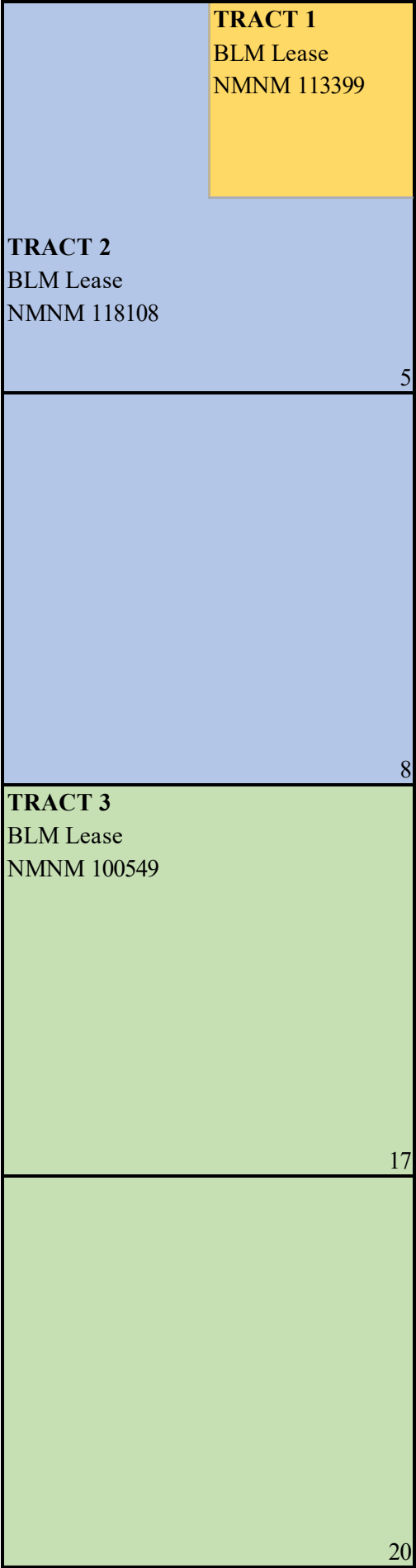
NMNM 138618 - COMM AGREEMENT WELLS

PKG NUMBER	API	WELL NAME	WELL #	LEASE No.	WELL LOCATION	
2	30-015-43935	HH SO 8 P2	5H	NMNM 118108	NWNW	255' FNL 960' FWL
2	30-015-43934	HH SO 8 P2	6H	NMNM 118108	NWNW	280' FNL 960' FWL
2	30-015-43933	HH SO 8 P2	13H	NMNM 118108	NWNW	305' FNL 960' FWL
2	30-015-43931	HH SO 8 P2	14H	NMNM 118108	NWNW	330' FNL 960' FWL
2	30-015-43927	HH SO 8 P2	21H	NMNM 118108	NWNW	205' FNL 960' FWL
2	30-015-43928	HH SO 8 P2	22H	NMNM 118108	NWNW	230' FNL 960' FWL
5	30-015-45115	HH SO 8 5 FED 003	1H	NMNM 100549	NENW	629' FNL 2,308' FWL
5	30-015-45116	HH SO 8 5 FED 003	2H	NMNM 100549	NENW	604' FNL 2,308' FWL
5	30-015-45117	HH SO 8 5 FED 003	3H	NMNM 100549	NENW	579' FNL 2,309' FWL
5	30-015-45118	HH SO 8 5 FED 003	4H	NMNM 100549	NENW	554' FNL 2,309' FWL
5	30-015-45119	HH SO 8 5 FED 003	5H	NMNM 100549	NENW	529' FNL 2,310' FWL
5	30-015-45120	HH SO 8 5 FED 003	6H	NMNM 100549	NENW	504' FNL 2,310' FWL
6	30-015-45104	HH SO 17 20 FED 002	1H	NMNM 100549	NWNE	212' FNL 1,725' FEL
6	30-015-45105	HH SO 17 20 FED 002	2H	NMNM 100549	NWNE	212' FNL 1,700' FEL
6	30-015-45106	HH SO 17 20 FED 002	3H	NMNM 100549	NWNE	212' FNL 1,675' FEL
6	30-015-45107	HH SO 17 20 FED 002	4H	NMNM 100549	NWNE	212' FNL 1,650' FEL
6	30-015-45108	HH SO 17 20 FED 002	5H	NMNM 100549	NWNE	212' FNL 1,625' FEL
6	30-015-45109	HH SO 17 20 FED 002	6H	NMNM 100549	NWNE	212' FNL 1,600' FEL
7	30-015-45987	HH SO 8 5 FED 004	1H	NMNM 100549	NWNE	783' FNL 1,584' FEL
7	30-015-45988	HH SO 8 5 FED 004	2H	NMNM 100549	NWNE	783' FNL 1,559' FEL
7	30-015-45989	HH SO 8 5 FED 004	3H	NMNM 100549	NWNE	783' FNL 1,534' FEL
7	30-015-45990	HH SO 8 5 FED 004	4H	NMNM 100549	NWNE	783' FNL 1,509' FEL
7	30-015-45991	HH SO 8 5 FED 004	5H	NMNM 100549	NWNE	783' FNL 1,484' FEL
7	30-015-45992	HH SO 8 5 FED 004	6H	NMNM 100549	NWNE	783' FNL 1,459' FEL
8	30-015-45100	HH SO 17 20 FED 001	1H	NMNM 118108	SESW	330' FSL 1,873' FWL
8	30-015-45101	HH SO 17 20 FED 001	2H	NMNM 118108	SESW	305' FSL 1,873' FWL
8	30-015-45154	HH SO 17 20 FED 001	3H	NMNM 118108	SESW	280' FSL 1,873' FWL
8	30-015-45155	HH SO 17 20 FED 001	4H	NMNM 118108	SESW	255' FSL 1,873' FWL
8	30-015-45102	HH SO 17 20 FED 001	5H	NMNM 118108	SESW	230' FSL 1,872' FWL
8	30-015-45103	HH SO 17 20 FED 001	6H	NMNM 118108	SESW	205' FSL 1,872' FWL

HH SO 8 5 FED 003 1H, 2H, 3H, 4H, 5H, 6H
HH SO 8 P2 5H, 6H, 13H, 14H, 21H, 22H
Sections 5, 8, 17, 20,
Township 26 South, Range 27 East,
N.M.P.M., Eddy County, New Mexico



HH SO 8 5 FED 003 1H, 2H, 3H, 4H, 5H, 6H
HH SO 8 P2 5H, 6H, 13H, 14H, 21H, 22H
Sections 5, 8, 17, 20,
Township 26 South, Range 27 East,
N.M.P.M., Eddy County, New Mexico





Chris Cooper
Land Representative

**Chevron North America Exploration
and Production Company**
(a division of Chevron U.S.A. Inc.)
1400 Smith Street
Houston, Texas 77002
Tel 713 372 6778
ChrisCooper@chevron.com

VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED

November 25, 2019

COG Operating, LLC
600 W. Illinois Ave
Midland, TX 79701

**RE: HH SO 8 5 FED 003 1H, 2H, 3H, 4H, 5H, 6H
HH SO 8 P2 5H, 6H, 13H, 14H, 21H, 22H
Section 5, 8, 17, 20, Township 26 South, Range 27 East,
N.M.P.M., Eddy County, New Mexico**

Dear Interest Owner:

This letter is to advise you that Chevron U.S.A. Inc. is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tank Battery & Off-Lease Gas Measurement, Sales, & Storage for the above-mentioned wells.

Any objections or requests that a hearing should be held regarding this application must be submitted to the NMOCD's Santa Fe office within 20 days from the date of this letter. The NMOCD address is 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505 and the telephone number is 505. 476.3200. If the NMOCD determines the application complies with the applicable regulations and no objections are received, then it will be approved.

Please contact the undersigned at 713.372.6778 should you have any questions or need anything further.

Respectfully,

A handwritten signature in blue ink, appearing to read "C Cooper".

Chris Cooper
Land Representative

Enclosures



Chris Cooper
Land Representative

**Chevron North America Exploration
and Production Company**
(a division of Chevron U.S.A. Inc.)
1400 Smith Street
Houston, Texas 77002
Tel 713 372 6778
ChrisCooper@chevron.com

VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED

November 25, 2019

COG Operating, LLC
600 W. Illinois Ave
Midland, TX 79701

**RE: HH SO 17 20 FED 002 1H, 2H, 3H, 4H, 5H, 6H
HH SO 8 5 FED 004 1H, 2H, 3H, 4H, 5H, 6H
HH SO 17 20 FED 001 1H, 2H, 3H, 4H, 5H, 6H
Section 5, 8, 17, 20, Township 26 South, Range 27 East,
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Please contact the undersigned at 713.372.6778 should you have any questions or need anything further.

Respectfully,

A handwritten signature in blue ink, appearing to be "C Cooper".

Chris Cooper
Land Representative

Enclosures

7012 3460 0000 094E 2T02

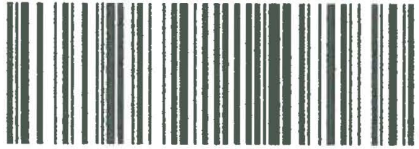
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OF THE RETURN ADDRESS. FOLD AT DOTTED LINE

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Cog Operating, LLC
Street, Apt. No.,
or PO Box No. 600 W. Illinois Ave
City, State, ZIP+4 Midland, TX 79701

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7012 3460 0000 1668 4426

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Restricted Delivery Fee (Endorsement Required)	
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COG Operating LLC

Street, Apt. No.,
or PO Box No.

600 W. Illinois Ave

City, State, ZIP+4

Midland, TX 79701

PS Form 3800, August 2006

See Reverse for Instructions