

# NSL Initial Application

Received March 22, 2019

*This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete*

NSL-7873

Revised March 23, 2017

PLEL 1909453302

RECEIVED: 3/22/19	REVIEWER: LRL	TYPE: NSL	APP NO:
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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 U.S.A. Inc.**OGRID Number:** 4323**Well Name:** SD EA 18 19 Fed P10 No. 13H Well**API:** 30-025-44133**Pool:** Upper Wolfcamp Pool Sanders Tank; Upper Wolfcamp**Pool Code:** 98097

**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☐ PPR**2) 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.**

Michael H. Feldewert

Print or Type Name

Signature

March 22, 2019

Date

505-988-4421

Phone Number

mfeldewert@hollandhart.com

e-mail Address



March 22, 2019

**VIA HAND DELIVERY**

Gabriel Wade  
Acting Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Application of Chevron U.S.A. Inc. for administrative approval of an unorthodox well location in Sections 18 and 19, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico.  
SD EA 18 19 Fed P14 No. 14H Well**

Dear Mr. Wade:

Chevron U.S.A. Inc. ("Chevron") (OGRID 4323) seeks administrative approval of an unorthodox well location for its **SD EA 18 19 Fed P14 No. 14H Well** (API No. 30-025-44139) to be completed within the Wolfcamp formation (Sanders Tank; Upper Wolfcamp Pool (98097)) underlying the W/2 E/2 of Sections 18 and 19. This well will be drilled from a surface location 455 feet from the north line and 2,555 feet from the east line (Unit B) of Section 18. The first perforation will be located 330 feet from the north line and 2,359 feet from the east line (Unit B) of Section 18 and the final perforation will be located 330 feet from the south line and 2,374 feet from the east line (Unit O) of Section 19. Since this acreage is governed by the Division's statewide rules, the completed interval for this well will be unorthodox because it is closer than 330 feet to the western boundary of the project area.

The ownership underlying the spacing and proration unit in the W/2 E/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the E/2 W/2 of Sections 18 and 19. Therefore, there are no affected parties in the affected spacing and proration unit to the west. The E/2 W/2 of Sections 18 and 19 will be developed by the **SD EA 18 19 Fed P14 No. 13H Well** (API No. 30-025-44133). Approval of the unorthodox completed interval will allow Chevron to develop these sections using their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

**Exhibit A** is a Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **SD EA 18 19 Fed P14 No. 14H Well** encroaches on the spacing and proration unit to the west.

HOLLAND & HART<sup>LLP</sup>



**Exhibit B** is a land plat showing the proposed **SD EA 18 19 Fed P14 No. 14H Well** in relation to adjoining spacing units.

**Exhibit C** is a statement certifying that the ownership underlying the proposed spacing and proration unit in the W/2 E/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the E/2 W/2 of Sections 18 and 19 and, therefore, there are no affected parties by the unorthodox well location. A courtesy copy of this application has also been provided to the Bureau of Land Management—Carlsbad.

Your attention to this application is appreciated.

Sincerely,

Adam G. Rankin

**ATTORNEY FOR CHEVRON U.S.A. INC.**

cc: Bureau of Land Management-Carlsbad  
620 E. Green Street  
Carlsbad, NM 88220

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Phone (505) 476 3460 Fax (505) 476 1122

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

HOBBS OGD

OCT 20 2017

RECEIVED

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMLNDFD RFPORI

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number <b>30-025-44133</b>	Pool Code 98097	Well Name WC025G09S263327G.U.P.P.E.R WOLF CAMP
Property Code <b>319774</b>	Property Name SD1A 18 19 FED P14	Well Number 1311
UGRID No 4323	Operator Name CHEVRON U.S.A. INC.	Elevation 3223

Surface Location

Section	Township	Range	Section	Feet from the	North-South line	Feet from the	East-West line	County
B	18	26 SOUTH	33 EAST N.M.P.M.	455'	NORTH	2580'	EAST	LEA

Bottom Hole Location If Different From Surface

Section	Township	Range	Section	Feet from the	North-South line	Feet from the	East-West line	County
N	19	26 SOUTH	33 EAST N.M.P.M.	180'	SOUTH	2490'	WEST	LEA

Dedicated Acre	Joint Infill	Order No.
320		

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division

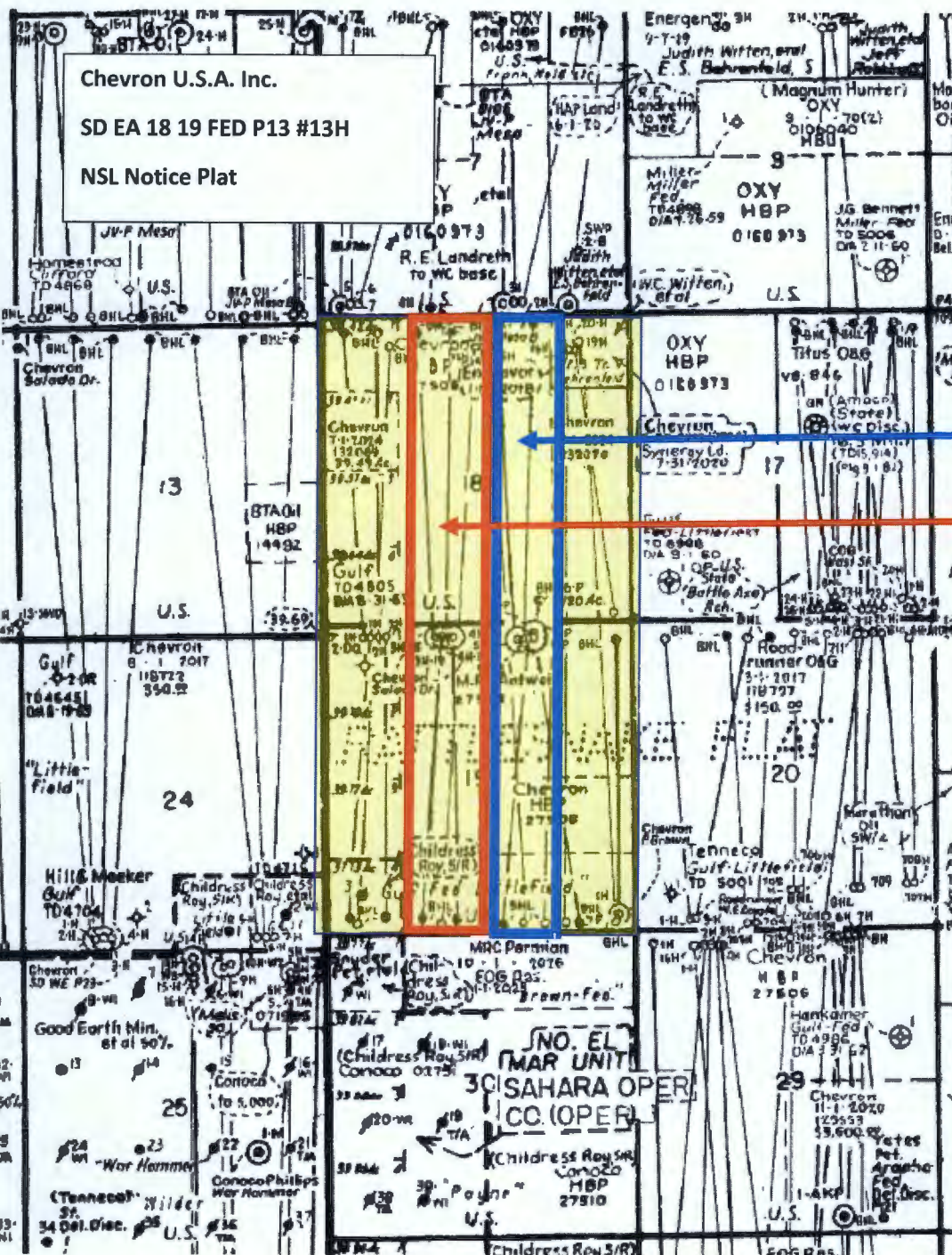
<p>SD1A 18 19 FED P14 13-1 WFL</p> <p>X= 723.897 NAD 27 Y= 382.449 LAT= 32.049408 LONG= 103.610693</p> <p>X= 765.084 NAD83 Y= 382.506 LAT= 32.049533 LONG= 103.611162</p> <p>ELEVATION= 3223 NAD 83</p> <p>PROPOSED BOTTOM HOLE LOCATION</p> <p>X= 723.768 NAD 27 Y= 372.522 LAT= 32.022123 LONG= 103.611323</p> <p>X= 764.956 NAD83 Y= 372.579 LAT= 32.022248 LONG= 103.611791</p> <p>PROPOSED FIRST TAKE POINT</p> <p>LAT= 32.049876 NAD 83 LONG= 103.611775</p> <p>PROPOSED LAST TAKE POINT</p> <p>LAT= 32.022661 NAD 83 LONG= 103.611790</p> <p>CORNER COORDINATES TABLE NAD 27</p> <p>A - Y=382884.06 X=721214.40 B - Y=382923.55 X=726473.23 C - Y=372322.68 X=721279.27 D - Y=372364.44 X=726553.40</p>	<p>2680' 455' 2580'</p> <p>N 57°04'04" W 227.30</p> <p>Proposed First Take Point 330 FNL 2490' FWL</p> <p>18</p> <p>S 00°21'07" E 10,050.56</p> <p>Proposed Producing Interval</p> <p>19</p> <p>Proposed Last Take Point 330 FSL 2490' FWL</p> <p>2490'</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of a true survey made by me or under my supervision and that the same is true and correct to the best of my belief.</p> <p><b>3-8-2017</b> Date of Survey</p> <p><b>23006</b> Signature and Seal of Professional Surveyor</p> <p><b>5-15-2017</b> Certificate Number</p>
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NSL

EXHIBIT

A

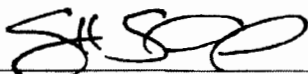




**Certification of Ownership**

I have reviewed the ownership of the oil and gas leasehold in Sections 18 and 19, T26S-R33E, Lea County, New Mexico, for purposes of the unorthodox well location for Chevron's SD EA 18 19 Fed P13 No. 13H Well and certify that the ownership underlying the proposed spacing and proration unit in the E/2 W/2 of Sections 18 and 19 is identical to the affected spacing and proration unit in the W/2 E/2 of Sections 18 and 19 and, therefore, there are no affected parties by the unorthodox well location.

**Chevron U.S.A. Inc.**



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Scott Sabrsula  
Land Representative  
March 7, 2019



## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Thursday, April 4, 2019 2:59 PM  
**To:** Michael Feldewert  
**Subject:** Clarification on NSL Well Names

**Importance:** High

Mr. Feldewert,

I have a few NSL applications from Chevron USA INC.

I need clarification on the name of the well for the following NSLs

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 10H with the following associated API No. 30-025-44130 [OCD name is SD EA 18 19 P13 Federal Well No. 10H] ✓  
The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 13H with the following associated API No. 30-025-44133 [OCD name is SD EA 18 19 P14 Federal Well No. 13H] ✓  
The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

NSL Application well name notes: SD EA 18 19 P10 Federal Well No. 14H with the following associated API No. 30-025-44139 [OCD name is SD EA 18 19 P14 Federal Well No. 14H] ✓  
The NSL Application API No. DOES NOT MATCH the well name in our system. Please clarify the correct well name.

**Leonard Lowe**  
Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>