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

APPLICATION OF CHEVRON MIDCONTINENT, L.P. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 15236

CHEVRON'S PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Chevron Midcontinent, L.P. ("Chevron") as

required by the Oil Conservation Division.

APPEARANCES

2014 NOV 13 RECEIVED OCL **APPLICANT** ATTORNEY Chevron Midcontinent, L.P. Michael H. Feldewert 1400 Smith Street Jordan L. Kessler υ Holland & Hart, LLP Houston, Texas 77002 بب Post Office Box 2208 \bigcirc Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

STATEMENT OF THE CASE

Chevron seeks an order (1) creating a 160-acre spacing and proration unit comprised of the W/2 W/2 of Section 11, Township 24 South, Range 34 East, N.M.P.M., Lea County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. This non-standard spacing and proration unit will be the project area for the proposed **Antelope Ridge 11-24-34 3H Well**, which will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) to a standard bottom hole location in SW/4 SW/4 (Unit M) of Section

11. The completed interval for this well will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Jason Levine Petroleum Landman	Approx. 10 minutes	Approx. 5.
Carl Swenberg Petroleum Geologist	Approx. 10 minutes	Approx 4.

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP

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ATTORNEYS FOR CHEVRON MIDCONTINENT, L.P.