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

IN THE MATTER OF THE APPLICATION OF CHEVRON U.S.A., INC. FOR AMENDMENT OF DIVISION ORDER NO. R-4442, AS AMENDED, TO REVISE THE INJECTION WELL COMPLETION REQUIREMENTS AND TO CHANGE THE BASIS FOR THE CALCULATION OF THE AUTHORIZED INJECTION PRESSURE FOR CARBON DIOXIDE FROM SURFACE PRESSURE TO THE AVERAGE RESERVOIR PRESSURE IN ITS PREVIOUSLY APPROVED TERTIARY RECOVERY PROJECT IN THE VACUUM GRAYBURG-SAN ANDRES PRESSURE MAINTENANCE PROJECT, LEA COUNTY, NEW MEXICO.

IN THE MATTER OF THE APPLICATION OF CHEVRON U.S.A., INC. FOR AMENDMENT OF DIVISION ORDER NO. R- 5530-E TO REVISE THE INJECTION WELL COMPLETION REQUIREMENTS AND TO CHANGE THE BASIS FOR THE CALCULATION OF THE AUTHORIZED INJECTION PRESSURE FROM SURFACE PRESSURE TO THE AVERAGE RESERVOIR PRESSURE IN ITS PREVIOUSLY APPROVED TERTIARY RECOVERY PROJECT IN THE CENTRAL VACUUM UNIT EOR PROJECT AREA, LEA COUNTY, NEW MEXICO.

CONSOLIDATED CASE NO.'S 14401 & 14402

<u>AFFIDAVIT</u>

| COUNTY OF SANTA FE |) |
|---------------------------------------|-------------------------------------|
| William F. Carr, attorney in fact and | authorized representative of Chevro |

William F. Carr, attorney in fact and authorized representative of Chevron U.S.A. Inc., the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.

William F. Carr

SUBCRIBED AND SWORN to before me this 2nd day of December 2009 by William F. Carr.

My Commission Expires:

STATE OF NEW MEXICO

2

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Consolidated Case No.'s 14401 & 14402 Exhibit No. 2
Submitted by:

CHEVRON U.S.A. INC.
Hearing Date: December 3. 2009

Notary Public

OFFICIAL SEAL
Olivia Ita

NOTARY PUBLIC STATE OF NEW MEXICO

My Commission Expires:



William F. Carr wcarr@hollandhart.com

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO ALL AFFECTED INTEREST OWNERS

Re: CORRECTED NOTICE OF HEARING DATE

Application of Chevron U.S.A. Inc. for amendment of Division Order No. R-5530-E to revise the injection well completion requirements and to change the basis for the calculation of the authorized injection pressure for carbon dioxide from surface pressure to the average reservoir pressure in its previously approved tertiary recovery project in the Central Vacuum Unit EOR Project Area, Lea County, New Mexico.

Ladies and Gentlemen:

By letter dated October 13, 2009, a copy of the above-referenced application was provided to you. That letter and the attached application incorrectly identified the date the application has been scheduled for hearing before the Oil Conservation Division.

This application has been set for hearing before a Division Examiner at 8:15 AM on November 12, 2009. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

willant .

Attorney for Chevron U.S.A. Inc.

Affidavit of Publication

| STATE OF NEW MEXICO |) |
|--|--|
| 0011171107171 |) ss. |
| COUNTY OF LEA |) |
| Joyce Clemens being first duly sworn of says that she is Advertisting Director of LEADER, a daily newspaper of general lished in the English language at Low New Mexico; that said newspaper has a such county continuously and uninterrul excess of Twenty-six (26) consecutive the first publication of the notice heret inafter shown; and that said newspaped qualified to publish legal notices with Chapter 167 of the 1937 Session Laws Mexico. | of THE LOVINGTON paid circulation pub- vington, Lea County, been so published in ptedly for a period in weeks next prior to to attached as here- ir is in all things duly thin the meaning of |
| That the notice which is hereto attached to the state of | |
| INGTON LEADER and not in any sup | plement thereof, for |
| one (1) day, beginning | with the issue of |
| Cre(1) day, beginning of the control | nding with the issue |
| of October 24, | 2009. |
| And that the cost of publishing said noti \$ 73.32 which sum he Court Costs. | |
| Subscribed and sworn to before me this | 5 th days |
| Morenicer 2009 | <i>O</i> |
| NO Mie Sohillie | √ |
| Debbie Schilling | |

Notary Public, Lea County, New Mexico

My Commission Expires June 22, 2010

LEGAL NOTICE NOTICE OF PUBLICATION

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

SANTA FE, NEW MEXI-CO

The State of New Mexico through its Division Conservation hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on November 12, 2009, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe. New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the Mexico Relay New Network, 1-800-659-1779 by November 2, 2009. Public documents including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 14401:

Application of Chevron U.S.A. Inc. for amendment of Division Order No. R-5530-E to revise the injection well completion requirements and to change the basis for the calculation of the authorized injection pressure for carbon dioxide from surface pressure to the average reservoir pressure in its previously approved tertiary recovery project in the Central Vacuum Unit EOR Project Area, Lea County, New Mexico. The Central Vacuum Unit EOR Project Area encompasses portions of Sections 25 and 36 of Township 17 South. Range 34 East, Sections 30 and 31 of Township 17 South, Range 35 East, and portions of Section 6 of Township 18 South Range 35 East, N.M.P.M. Said unit is located approximately 22 miles northwest of Hobbs, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Division at Santa Fe; New Mexico on this 21st day of October 2009.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Mark E. Fesmire, P.E., Director Published in the Lovington Leader October 24, 2009.



APPLICATION OF CHEVRON USA INC. TO AMEND THE INJECTION ORDERS FOR THE CENTRALVACUUM UNIT AND VACUUM GRAYBURG SAN ANDRES UNIT, LEA COUNTY, NEW MEXICO

NOTICE LIST

T-17-S, R-34-E, N.M.P.M. SECTIONS 23, 24, 26, 34 & 35: ALL AND SECTION 25: N/2

OFFSET OPERATORS:

Marathon Oil Company

P. O. Box 2069 Houston, TX 77252

Chevron USA Inc. 15 Smith Road

Midland, TX 79705 Mr. Tom Scarbrough

ConocoPhillips Company

600 N. Dairy Ashford, 2WL-15058 Houston, TX 77079

Mobil Producing Texas & New Mexico Inc.

P. O. Box 2305 Houston, TX 77252

XTO Energy Inc. 810 Houston Street Fort Worth, TX 76102

McGowan Working Partners Inc.

1837 Crane Ridge Drive Jackson, MS 39216

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr., &

Roy F. Pearce Jr., Co-Trustees

1717 Jackson

Pecos, TX 79772

State of New Mexico

Commissioner of Public Lands

P. O. Box 1148

Santa Fe, New Mexico 87504-1148

T-17-S, R-35-E, N.M.P.M. SECTION 19, 20, 29 & 32: ALL; AND N/2SE/4 & SE/4SE/4 SECTION 31

Chevron USA Inc. 15 Smith Road

Midland, TX 79705

Marathon Oil Company P. O. Box 2069

Houston, TX 77252

Mr. Tom Scarbrough ConocoPhillips Company

600 N. Dairy Ashford, 2WL-15058

Houston, TX 77079

Mobil Producing Texas & New Mexico Inc.

P. O. Box 2305 Houston, TX 77210

EXHIBIT A

QLS-046074 & 044276

XTO Energy Inc. 810 Houston Street Fort Worth, TX 76192 Occidental Permian Limited Partnership P. O. Box 4294 Houston, TX 77210

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr., & Roy F. Pearce, Jr., Co-Trustees 1717 Jackson Pecos, TX 79772

State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

<u>T-18-S, R-34-E, N.M.P.M.</u> SECTIONS 3 & 10-12: ALL

OFFSET OPERATORS

BP America Production Company P. O. Box 3092 Houston, TX 77253

Chase Oil Corporation P. O. Box 1210 Graham, TX 76046

Occidental Permian Limited Partnership P. O. Box 4294

Houston, TX 7

Chevron USA Inc. 15 Smith Road Midland, TX 79705

ExxonMobil Corporation P. O. Box 2305 Houston, TX 77252

OXY USA WTP Limited Partnership P. O. Box 50250

Midland, TX 79701

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr. & Roy F. Pearce Jr., Co-Trustees 1717 Jackson Pecos, TX 79772

State of New Mexico Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Lee Cattle Company Limited Partnership HC 60 Box 465 Lovington, NM 88200

T-18-S, R-35-E, N.M.P.M. SECTION 5: ALL; SECTION 7: S/2, E/2NE/4 & SW/4NE/4; AND SECTION 8: N/2

OFFSET OPERATORS:

Mack Energy Corporation P. O. Box 1767 Artesia, NM 88211

15 Smith Road Midland, TX 79705

Marathon Oil Company P. O. Box 2069 Houston, TX 77252 Triple T Resources LP 4809 Cole Ave., Suite 108 Dallas, TX 75205

Chevron USA Inc.

Mr. Tom Scarbrough ConocoPhillips Company 600 N. Dairy Ashford, 2WL-15058 Houston, TX 77079

SURFACE OWNERS:

Giles M. Lee and Joe A. Lee HC 60 Swamp Road Lovington, NM 88260 Lee Cattle Company Limited Partnership HC 60 Box 465 Lovington, NM 88260

State of New Mexico Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148

or instructions

Domestic Return Receipt

102595-02-M-1540,

PS Form 3811, February 2004

PS Form 3811, February 2004

Domestic Return Receipt

| | | | | . | | |
|------------|--|--|---------------------------------------|---|--|--|
| | U.S. Postal Service | 1960 - 19 | Highly and the second | , a . | | |
| | | Description | ENAELOPE TO THE RIGHT | | | |
| m | | SENDER: COMPLETE THIS | SECTION | St. Jooks T. | | |
| 'n | (Domestic Mail Only; No Ins | | | COMPLETED | HIS SECTION ON D | ELIVERY |
| 7 B | For delivery information visit ou | item 4 if Restricted Delivery | Also complete | A. Signature | 4. 8. 10. 10. 10. 10. 10. 10. 10. 10. 10. 10 | Control of the Contro |
| | | Print your name and address so that we can return the second | is desired. | √) | 11 | |
| ū. | 1/- | so that we can return the ca | ard to you | 2000 | 1200 |) 🛚 Agen |
| ELI L | 550 Postage \$ 2/ | | | 8. Received by | (Printed Name) | ☐ Addre |
| | | space pern | nits. | IIIAn | CONTROL VAINE) | C. Date of Del |
| 7 | Somtled Fee ONE | 1. Article Addressed to: | | D is delivery | 500 | 42/- |
| | Beturn Receipt Fee | | | If YES onto | dress different from it | em 1? 🔲 Yes |
| | (Endorsement Required) | <u>50</u> | | I Lo, enter | delivery address belo | ow: 🗆 No |
| _ | Hestricted Delivery Fice (Estachement Hoduired) | | | 11 | | |
| | | Occidental Permian | limitad | 11 | | |
| ~ | man commence of the contract o | Partnership | united | 11 | | |
| П | Occidental Permian | lim DOD 199 | ! | <u> </u> | | |
| <u>-</u> | | 1.0. DOX 4294 | | Service Type | | |
| | · . | Houston, TX 79701 | *** | Certified M | ail 🔲 Express Ma | il |
| 70 | P.O. Box 4294 | 701 | 170 | ☐ Registered | Return Rece | eipt for Merchandi |
| | Houston, TX 79701 | | 7 1- | ☐ Insured Mai | · 🖵 C.O.D. | prior Merchandi |
| | | 2. Article Number | | 4. Restricted Deli | very? (Extra Fee) | |
| | | (Transfer from service label) | 7001 | | | ☐ Yes |
| | III C D | CC = CC in Service label) | 300P 53PO |) 0001 Fa. | רכתו פס | |
| | U.S. Postal Service | | | | | |
| _ | CERTIFIED MAIL | | A Carlo Zaski. | enist and | 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | (A. 1 - 42 - 1 |
| 30 | (Domestic Mail Only; No Inst | SENDER: COMPLETE THIS SEC | CTION | COMPLETE THIS | SECTION ON DELIVE | ERY |
| -0 | For delivery information visit of | Complete items 1, 2, and 3. Als | | A. Signature | 41 _3/ CC 3 Kg | |
| -7 | ar gaman y mormanda visit di | item 4 if Restricted Delivery is o | | \sim | | ☐ Agent |
| • | | Print your name and address or | n the reverse | X () | | ☐ Addressee |
| 37 | 5530 | so that we can return the card t | to you. | B. Received by MP | nted Name (T C | · Date gipDelivery |
| | Postage \$ | Attach this card to the back of the | the mailpiece, | | LEO | (0) E() 3 (2) (1) |
| -7 | Certified Fee | or on the front if space permits. | | D. la deliver ESS | a different from item | ? ☐ Yes |
| | Return Receipt Fee | 1. Article Addressed to: | | | ivery address below: | □ No |
| | (Endorsement Required) | 4 | 11 | ii 125, enter der | ivery address below. | L 140 |
| | Restricted Delivery Fee | <u>/ </u> | H | | | |
| ū | (Endorsement Required) | | | • | | |
| 275 | Total Postage & Fees \$ 5, (0 | T ExxonMobil Corpor | ation | | | |
| ru | (), () | P.O. Box 2305 | | | | |
| ا مہ | E M. 1.11.6 | | • | Service Type | | , |
| 8 | ExxonMobil Corpo | tic Houston, TX 77252 | • | Gertified Mail | Express Mail | |
| 7 | P.O. Box 2305 | | | ☐ Registered | Return Receipt | for Merchandise |
| | Houston, TX 77252 | | + | ☐ Insured Mail | □ C.O.D. | |
| | 110 diston, 17, 17232 | | [| 4. Restricted Delive | ry? (Extra Fee) | ☐ Yes |
| l | | 2. Article Number | 2001 37 | PO 0007 P | 379 1A30 | |
| | | (Transfer from service label) | 7006 271 | | | |
| | U.S. Postal Service | PS Form 3811, February 2004 | Domestic Petus | n Danist | | |
| | CERTIFIED MAIL | | Domestic Retur | n Receipt | | 102595-02-M-1540 |
| ~ | | ेक होका है है से एक हरने हैं है है है है है | * * * * * * * * * * * * * * * * * * * | | 60 | |
| <i>⇒</i> 1 | (Domestic Mail Only; No Inst | ■ Complete items 1, 2, and 3. Also c | | Signature | | ☐ Agent |
| 97 | For delivery information visit our | item 4 if Restricted Delivery is desi Print your name and address on the | | A Marti | Phen | ☐ Addressee |
| - (| | so that we can return the card to y | | 111111111111111111111111111111111111111 | 144> 0 0 | , |
| で「 | 4 | Attach this card to the back of the | | Received by (Printe | a Name) C. U. | ate of Delivery |
| m | Postage \$ \$ | or on the front if space permits. | 1 | J. /// 5/ | - nell 10. | 1362 |
| _0 | | 4 Auticia Addressed to | 11 | Is delivery address d | | ☐ Yes T |
| ~ 3 | Certified Fee | 1. Article Addressed to: |]] | If YES, enter deliver | y address below: | □ No |
| | Return Receipt Fee | | | | | |
| | Indorsement Required) | | - 1 | | | |
| , | Restricted Delivery Fee Indorsement Required) | | | | | |
| ,, L | | OXY USA WTP Limited Par | rtnership | | | |
| Γ~ | Total Consume a come of The | P.O. Box 50250 | · — | Sandaa Tiras | | |
| ru | | Midland, TX 79701 | 1 | Service Type Certified Mail | ☐ Express Mail | ŝ |
| _0 | OXY USA WTP Limited Pa | | i i | | ☐ Express Mail ☐ Return Receipt for | Membandica |
| | P.O. Box 50250 | | | | C.O.D. | merchanuls o |
| ₹ | | | | | | |
| | Midland, TX 79701 | | | Restricted Delivery? | (Extra Fee) | ☐ Yes |
| | _ | 2. Article Number | 3001 3515 - | | | |
| | · · · · · · · · · · · · · · · · · · · | (Transfer from service label) | 7006 2760 0 | 1001 6379 | ጔፀዛፖ | • |

| U.S. Postal Service CERTIFIED MAIL | | CT NEINLEN ENL LO |
|--|---|--|
| | SENDER: COMPLETE THIS SECTION & | COMPLETE THIS SECTION ON DELIVERY |
| m 599 | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. | A. Signature X. Crun |
| Serificad Fee Control Fee Cont | Attach this card to the back of the mailpiece, or on the front if space permits. | B. Received by (Printed Name) C. Date of Delivery 12 3 D. Is delivery address different from item 12 |
| Hestricten Dollvery Fae Hendrosement Pequired Hendrosement | 1. Article Addressed to: | If YES, enter delivery address below: No |
| XTO Energy Inc. | XTO Energy Inc. 810 Houston Street | |
| 810 Houston Street Forth Worth, TX 761 | Forth Worth, TX 76102 | 3. Service Type ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandis ☐ Insured Mail ☐ C.O.D. |
| U.S. Postal Service | 2. Article Number (Transfer from service label) 7006 | 4. Restricted Delivery? (Extra Fee) Yes |
| | | ic Return Receipt 102595-02-M-15 |
| S53 Postage \$ Certified Fee | PS Form 3811, February 2004 SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: | A. Signature A. Signature A. Signature A. Signature C. Date of Delivery D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No |
| Lee Cattle Compan HC 60 Box 465 Lovington, New M U.S. Postal Serv 2. | Lee Cattle Company Limited Partnership HC 6 Box 465 Lovington, New Mexico 88200 | 3. Service Type Grund Certified Mail Registered Insured Mail C.O.D. |
| CERTIFIED M | SENDER: COMPLETE THIS SECTION | |
| For delivery information visit of the control of th | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: | A. Signature A. Signature Addressee B. Redeived D. Prifted Name) C. Date of Delivery J. J. J. G. D. Is delivery address different from item 11 |
| Total Property of Apache Corpo. Street, A 2000 Postal Bl. City, Sia Houston, TX | Apache Corporation 2000 Postal Blvd Suite 100 Houston, TX 70056 | 3. Service Type DCertified Mail |
| PS Form | Article Number (Transfer from service label) | 4. Restricted Delivery? (Extra Fee) |

2. Article Number

(Transfer from service label)

Yes

7006 2760 nnni.



William F. Carr wcarr@hollandhart.com

October 20, 2009

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO ALL AFFECTED INTEREST OWNERS

Re: Application of Chevron U.S.A. Inc. for amendment of Division Order No. R-4442, as amended, to revise the injection well completion requirements and to change the basis for the calculation of the authorized injection pressure for carbon dioxide from surface pressure to the average reservoir pressure in its previously approved tertiary recovery project in the Vacuum Grayburg-San Andres Pressure Maintenance Project, Lea County, New Mexico.

Ladies and Gentlemen:

By letter dated October 13, 2009, a copy of the above-referenced application was provided to you. That letter and the attached application incorrectly identified the date the application has been set for hearing before the Oil Conservation Division.

This application has been set for hearing before a Division Examiner at 8:15 AM on November 12, 2009. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

William F. Carr

Attorney for Chevron U.S.A. Inc.

Affidavit of Publication

STATE OF NEW MEXICO

) ss.

COUNTY OF LEA

Joyce Clemens being first duly sworn on oath deposes and says that she is Advertisting Director of **THE LOVINGTON LEADER**, a daily newspaper of general paid circulation published in the English language at Lovington, Lea County, New Mexico; that said newspaper has been so published in such county continuously and uninterruptedly for a period in excess of Twenty-six (26) consecutive weeks next prior to the first publication of the notice hereto attached as hereinafter shown; and that said newspaper is in all things duly qualified to publish legal notices within the meaning of Chapter 167 of the 1937 Session Laws of the State of New Mexico.

That the notice which is hereto attached, entitled

Regal 7) otice

was published in a regular and entire issue of THE LOV-

INGTON LEADER and not in any supplement thereof, for

Ore (1) clay, beginning with the issue of October 24, 2009 and ending with the issue

And that the cost of publishing said notice is the sum of \$\frac{72.55}{}\$ which sum has been (Paid) as Court Costs.

Subscribed and sworn to before me this 5th days

1)grameer 2009

Debbie Schilling

Notary Public, Lea County, New Mexico

My Commission Expires June 22, 2010

LEGAL NOTICE NOTICE OF PUBLICATION

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

The State of New Mexico through Oil its Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on November 12. 2009 in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by November 2, 2009. Public documents including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

> STATE OF NEW MEXICO TO:

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE: 14402:

Application of Chevron U.S.A. Inc. for amendment of Division Order No. R-4442, as amended, to revise the injection well completion requirements and to change the basis for the calculation of the authorized injection pressure for carbon dioxide from surface pressure to the average reservoir pressure in its previously approved tertiary recovery project in the Vacuum Grayburg-San Andres Pressure Maintenance Project, Lea County, New Mexico. The Vacuum Grayburg-San Andres Tertiary Recovery Project encompasses portions of Section 35 of Township 17 South, Range 34 East and portions of Sections 1, 2, 11 and 12 of Township 18 South Range 34 East, N.M.P.M. Said unit is located approximately 22 miles northwest of Hobbs, New Mexico.

Given under the Seal of the State of New Mexico-Oil Conservation Division at Santa Fe, New Mexico on this 21st day of October 2009.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Mark E. Fesmire, P.E., Director

Published in Lovington Leader Oc 24, 2009.

ATTACHMENT II

APPLICATION OF CHEVRON USA INC. TO AMEND THE INJECTION ORDERS FOR THE CENTRALVACUUM UNIT AND VACUUM GRAYBURG SAN ANDRES UNIT, LEA COUNTY, NEW MEXICO

NOTICE LIST

T-17-S, R-34-E, N.M.P.M. SECTIONS 23, 24, 26, 34 & 35: ALL AND SECTION 25: N/2

OFFSET OPERATORS:

Marathon Oil Company

P. O. Box 2069 Houston, TX 77252

Chevron USA Inc. 15 Smith Road Midland, TX 79705

Mr. Tom Scarbrough ConocoPhillips Company

600 N. Dairy Ashford, 2WL-15058

Houston, TX 77079

Mobil Producing Texas & New Mexico Inc.

P. O. Box 2305 Houston, TX 77252

XTO Energy Inc. 810 Houston Street Fort Worth, TX 76102

McGowan Working Partners Inc.

1837 Crane Ridge Drive Jackson, MS 39216

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr., & Roy F. Pearce Jr., Co-Trustees

1717 Jackson

Pecos, TX 79772

State of New Mexico

Commissioner of Public Lands

P. O. Box 1148

Santa Fe, New Mexico 87504-1148

T-17-S, R-35-E, N.M.P.M. SECTION 19, 20, 29 & 32: ALL; AND N/2SE/4 & SE/4SE/4 SECTION 31

Chevron USA Inc. 15 Smith Road

Midland, TX 79705

Marathon Oil Company P. O. Box 2069 Houston, TX 77252

Mr. Tom Scarbrough ConocoPhillips Company

600 N. Dairy Ashford, 2WL-15058

Houston, TX 77079

Mobil Producing Texas & New Mexico Inc.

P. O. Box 2305 Houston, TX 77210 XTO Energy Inc. 810 Houston Street Fort Worth, TX 76192 Occidental Permian Limited Partnership P. O. Box 4294 Houston, TX 77210

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr., & Roy F. Pearce, Jr., Co-Trustees 1717 Jackson Pecos, TX 79772

State of New Mexico Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148

T-18-S, R-34-E, N.M.P.M. SECTIONS 3 & 10-12: ALL

OFFSET OPERATORS

BP America Production Company P. O. Box 3092

Houston, TX 77253

Chase Oil Corporation P. O. Box 1210 Graham, TX 76046

Occidental Permian Limited Partnership P. O. Box 4294

Houston, TX 7

Chevron USA Inc. 15 Smith Road Midland, TX 79705

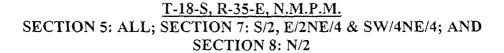
ExxonMobil Corporation P. O. Box 2305 Houston, TX 77252

OXY USA WTP Limited Partnership P. O. Box 50250 Midland, TX 79701

SURFACE OWNERS:

Pearce Trust, Roy F. Pearce Sr. & Roy F. Pearce Jr., Co-Trustees 1717 Jackson Pecos, TX 79772

State of New Mexico Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Lee Cattle Company Limited Partnership HC 60 Box 465 Lovington, NM 88200



OFFSET OPERATORS:

Mack Energy Corporation P. O. Box 1767 Artesia, NM 88211

Marathon Oil Company P. O. Box 2069 Houston, TX 77252

Mr. Tom Scarbrough ConocoPhillips Company 600 N. Dairy Ashford, 2WL-15058 Houston, TX 77079 Chevron USA Inc. 15 Smith Road Midland, TX 79705

Triple T Resources LP 4809 Cole Ave., Suite 108 Dallas, TX 75205

SURFACE OWNERS:

Giles M. Lee and Joe A. Lee HC 60 Swamp Road Lovington, NM 88260

State of New Mexico Commissioner of Public Lands P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Lee Cattle Company Limited Partnership HC 60 Box 465 Lovington, NM 88260

| U.S. Postal Service TRANSPORT CERTIFIED MAIL RECEIVED MAIL RECEIVED MAIL ONLY, No Institute Mail Only; | Coverage Provided) | |
|--|---|--|
| Marathon Oil Company Si P.O. Box 2069 Find Houston, TX 77252 | | |
| U.S. Postal Service TM CERTIFIED MAIL TM RE (Domestic Mail Only: No Insurance) For delivery information visit or websited Postage \$ Certified Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ | | |
| Chevron USA Inc. 15 Smith Road Midland TV 70705 | | |
| U.S. Postal Service IM CERTIFIED MAIL REC (Domestic Mail Only; No Insurance C) For delivery information visit our website and the second Fee Certified Fee Certified Fee | SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | A. Signature B. Received by (Printed Name) C. Date of Deliver D. Is delivery address different from item 17 Yes If YES, enter delivery address below: |
| (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & Fees Mr. Tom Scarbrough Street Apt ConocoPhillips Company or PO Box City, State, Houston, TX 77079 | Mr. Tom Scarbrough ConocoPhillips Company 600 N. Dairy Ashford, 2WL-15058 Houston, TX 77079 | 3. Service Type Certified Mail |
| PS Form 3 | (manager menn activities labely | 760 0001 6379 1588 |
| | PS Form 3811, February 2004 Domestic Ret | turn Receipt 102595-02-M-154 |

102595-02-M-1540

| | U.S. Postal Service. | \$. | |
|----------|--|--|--|
| | CERTIFIED MAIL: PEC | E SENDER: COMPLETE THIS SECTION | COMPLETE THIS SECTION ON DELIVERY |
| 1625 | (Domestic Mall Only; No ' Core Co | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. | A. Signature/ |
| E L | Postage \$ AC | Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | B. Received by (Printed Name) C. Date of Delive |
| | Restricted Delivery Fee | Pearce Trust, Roy F. Pearce Sr., & Roy F. Pearce, Jr., Co-Trustees | D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No |
| 2760 | Endorsement Required) | 1717 Jackson Pecos, TX 79772 | 2 Control Fire |
| 006 | Pearce Trust, Roy F. Pearce Si F. Pearce, Jr., Co-Trustees 1717 Jackson Pecos, TX 79772 | ·, | 3. Service Type Certified Mail Registered Return Receipt for Merchandie Co.d.D. |
| | Citi | | 4. Restricted Delivery? (Extra Fee) ☐ Yes |
| ľ | PS Form 3800, August 2006: | (Transfer from E. T. John) | 60 0001 6379 1625 |
| | U.S. Postal Service | TOP OF ENVELOPE TO THE RIGHT DDRESS, FOLD AT BOTTED LIVE | |
| _ | CERTIFIED MAIL RE | SENDER: COMPLETE THIS SECTION | COMPLETE THIS SECTION ON DELIVERY |
| 1571 | (Domestic Mail Only; No Insurance Co For delivery information visit our website | ■ Complete items 1, 2, and 3. Also complete | A. Signature |
| 379 - | Postage \$ | so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | B. Received by (Printed Name) C. Date of Delivery |
| 01 P | Certified Fee | Article Addressed to: | D. Is delivery address different from item 1? |
| | Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) | Mobil Producing Texas & New Mexico Inc. P.O. Box 2305 | 3. Service Type |
| 7006 | Mobil Producing Texas & New Mex P.O. Box 2305 | Houston TX 77252 | ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. |
| 10 | Houston, TX 77252 | | 4. Restricted Delivery? (Extra Fee) |
| G | U.S. Postal Delvice TM | 2. Article Number 7006 2760 (Transfer from service label) | 0001 6379 1571 |
| ,-1 | CERTIFIED MAIL RE | PS Form 3811, February 2004 Domestic Re | eturn Receipt 102595-02-M-1540 |
| 79 160 | For delivery information visit our websit | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. | A. Signature A. Signature Agent Addressee B. Received by (Printed Name) C. Date of Delivery |
| 1 63 | Postage \$ (C) Certified Fee 2 5 5 - | Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: | D. Is delivery address different from item 1? Yes |
| 000 | Return Receipt Fee (Endorsement Required) | | ii 155, eiller delivery address below. |
| 1760 | Total Postage & Fees \$ | McGowan Working Partners Inc. | |
| 7006 2 | McGowan Working Partn 1837 Crane Ridge Drive | 1837 Crane Ridge Drive Jackson, MS 39216 | Service Type □ Certifled Mail □ Registered □ Insured Mail □ C.O.D. |
| 1- | Jackson, MS 39216 | | 4. Restricted Delivery? (Extra Fee) |
| | | 2. Article Number 7006 2760 0001 6 | 1011 P7E |

U.S. Postal Service MAIL RECE SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. □ Agent Print your name and address on the reverse 379 ☐ Address so that we can return the card to you. ate of Deliv Attach this card to the back of the mailpiece, ت or on the front if space permits. Certified Fee D. Is delivery address different from item 1? 1. Article Addressed to: If YES, enter delivery address below: Return Receipt Fee (Engorsement Required) Restricted Delivery Fee **BP America Production Company** P.O. Box 3092 Service Type BP America Production Compa Houston, TX 77253 Certified Mail ☐ Express Mail P.O. Box 3092 ☐ Registered Return Receipt for Merchand ☐ Insured Mail ☐ C.O.D. Houston, TX 77253 4. Restricted Delivery? (Extra Fee) ☐ Yes Article Number 7006 2760 0001 6379 1649 (Transfer from service label) U.S. Postal Service PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1 **632**4 Postage 2009 Certified Fee Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & F .-Chase Oil Corporation P.O. Box 1210 Graham, TX 76046 U.S. Postal Service SENDER: COMPLETE THIS SECTION & 🕉 CERTIFIED MAIL Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse Addressee so that we can return the card to you. 6379 Of Date of Delivery Attach this card to the back of the mailpiece, or on the front if space permits. Postage D. Is delivery address different from item 1? 1. Article Addressed to: Certified Fee If YES, enter delivery address below: 1000 Return Receipt Fee (Endorsement Required) Occidental Permian limited Restricted Delivery Fee (Endorsement Required) 2760 Partnership P.O. Box 4294 3. Service Type Houston, TX 79701 Certified Mail ☐ Express Mail Occidental Permian limited ☐ Registered Return Receipt for Merchandise Partnership ☐ Insured Mail □ C.O.D. P.O. Box 4294 4. Restricted Delivery? (Extra Fee) ☐ Yes Houston, TX 79701 2. Article Number 7006 2760 0001 6379 1663 (Transfer from service labe

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

| Semiconstruction Service Company Limited | | J.S. Postal Service M. CERTIFIED MAIL MR. R. Domestic Mail Only; No Insurar | ECEIPT TOP OF EMYELOPE TO THE PHOPT | AFFCE SLICK |
|--|-------------------|---|---|--|
| Lee Cattle Company Limited HC 60 Box 465 Lovington, New Mexico 88200 U.S. Postal Service in CERTIFIED MAIL Compaste Mail Only; No Inst. For delivery information visit out Confider Fee Companies items 1, 2, and 3. Also complete image in the card to you and the card to you and the malipiece. On the front if space permits. Torth Worth, TX 7 Service Type Confider Fee Compass Mail Postage I Forth Worth, TX 7 Service Type Compass Mail Country No Inst. Service Type Compass Mail Country Information visit out Confider Fee Compass Inc. Singulary Confider Fee Compass | 0 0001 6379 16 | Postage Certified Fee Return Receipt Fee Indorsement Required) Restricted Delivery Fee Indorsement Required) | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | A. Signature X Agent Addressee B. Received by (Printed Name) C. Date of Delivery D. Is delivery address different from item 1? Yes |
| CERTIFIED MAIL Transfer_from service label 7006 276,0 0001 5379 1544 | 006 27 | Lee Cattle Company Limited HC 60 Box 465 Lovington, New Mexico 882 | HC 60 Box 465 | ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Receipt for Merchandise ☐ C.O.D. |
| For delivery information visit our services of the maliplece, or on the front if space permits. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Complete items 1, 2, and 3, Also complete items 4, items to you. Addressee Complete items 1, 2, and 3, Also complete items 1, 2, and 3, Also complete items 4, items to you. Addressee Complete items 1, 2, and 3, Also complete items 4, items to you. Addressee Complete items 1, 2, and 3, Also complete items 4, items to you. Addresseed to: Items to you. Addresseed to: Items to you. Addresseed to: Items to you. Items to you. Addresseed to: Items to you. Addresseed to: Items to you. Addresseed to: Items to you. It | 15 | CERTIFIED MAIL. | 2006 226 | 0 0001 6379 1694 |
| XTO Energy Inc. 810 Houston Street Forth Worth, TX 76 Forth Worth, TX 76 Forth Worth, TX 76 U.S. Postal Service CERTIFIED MAIL (Damestic Mail Only; No Ins) For delivery information visit out Attach this card to the back of the mailpiece, or on the front if space permits. Certified Fee (Endorsement Required) Registered Express Mail Express Ma | 760 0001 6379 1.5 | Postage \$ Certified Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) | Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | A. Signature X |
| U.S. Postal Service Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Apache Corporation Apache | | 810 Houston Street | 810 Houston Street | ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise |
| Apache Corporation 2000 Postal Blvd Suite 100 Houston, TX 70056 Apache Corporatio: 2000 Postal Blvd S Apache Corporatio: 2000 Postal Blvd S Apache Corporatio: 100 10 | 7T 6358 TO | CERTIFIED MAIL— (Domestic Mail Only; No Ins.) For delivery information visit our Postage Certified Fee Return Receipt Fee | SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. | A. Signature Agent Addressed B. Received by Ainted Name) C. Date of Delivery D. Is delivery address different from item 17/ Yes |
| | 008 2760 0 | Restricted Delivery Fee (Endorsement Required) Table Bookson & Fees S. 5.1/ Apache Corporation 2000 Postal Blvd S. | 2000 Postal Blvd Suite 100 Houston, TX 70056 | ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes |

(Transfer from service label)

PS Form 3811, February 2004

Domestic Return Passins