

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



September 11, 2014

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Administrative Order SD-201401

Administrative Application Reference No. pMAM143146862

CHEVRON USA INC.

OGRID: 4323

Attn: Ms. Cindy Herrera-Murillo

Subject Wells

State "BA" Well No. 8

API No. 30-25-20986

766 FNL & 2086 FEL; Unit letter B, Section 36, T17S, R34E, NMPM

Lea County, New Mexico

State "BA" Well No. 14

API No. 30-25-33570

990 FNL & 330 FEL; Unit letter A, Section 36, T17S, R34E, NMPM

Lea County, New Mexico

Subject Unit

N/2 NE/4 of Section 36

80 acres

POOLS

VACUUM; ABO, NORTH

61760

VACUUM; UPPER PENN

62320

VACUUM; WOLFCAMP

62340

Dear Ms. Murillo:

Reference is made to your application received on August 20, 2014.

You have requested to simultaneously dedicate the N/2 NE/4 of Section 36, Township 17 South, Range 34 East in Lea County, New Mexico, in the Vacuum; Abo, North (Pool Code 61760), Vacuum; Upper Penn (Pool Code 62320), and Vacuum; Wolfcamp (Pool Code 62340)

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to the above-described two wells. Applicable spacing rules for all three pools allow only one oil well per standard 80-acre unit.

Your application has been duly filed under the provisions of Division Rules 15.13 19.15.15.11C NMAC and 19.15.4.12 A (2) NMAC.

It is our understanding Chevron has proposed the simultaneous dedication of this unit to the two wells described for engineering reasons, in order to increase production of the well.

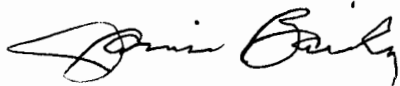
It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 19.15.4.12 A (2) NMAC, in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority granted by Rule 19.15.15.11C NMAC, the above-described simultaneous dedication is hereby approved.

This application is done in conjunction with DHC-4683, issued on September 11, 2014.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Done at Santa Fe, New Mexico, on September 11, 2014.



Jami Bailey
Director

JB/mam

cc: New Mexico Oil Conservation Division – Hobbs Office
New Mexico State Land Office – Oil, Gas, and Minerals Division
Well file 30-025-33570