

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
 Governor

Erin Taylor
 Acting Cabinet Secretary

Ben Shelton
 Deputy Secretary

Albert C.S. Chang
 Division Director
 Oil Conservation Division



Deana M. Bennett
deana@modrall.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 9201

**Chevron U.S.A., Inc. [OGRID 4323]
 CO 34 27 Federal Com Well No. 637H
 API No. 30-025-54287**

Reference is made to your application received on November 14th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	675 FNL & 396 FEL	A	03	25S	32E	Lea
First Take Point	25 FSL & 330 FEL	P	34	24S	32E	Lea
Last Take Point	100 FNL & 330 FEL	A	27	24S	32E	Lea
Terminus	25 FNL & 330 FEL	A	27	24S	32E	Lea

Proposed Horizontal Spacing Unit

Description	Acres	Pool	Pool Code
E/2 Section 34	640	Wildcat; Upper Wolfcamp	98270
E/2 Section 27			

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator dedicate a horizontal well at a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the

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Phone (505) 476-3441 • www.emnr.state.nm.us/ocd

Administrative Order NSL – 9201
Chevron U.S.A., Inc.
Page 2 of 2

completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an **oil** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 100 feet for a well within the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of Take Points referenced above, within the described Horizontal Spacing Unit.

This well's completed interval is as close as 25 feet to the southern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 03, T25S R32E, encroachment to the NE/4 NE/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location for the greatest recovery of reserves from the unit within the Wolfcamp formation allowing for full and efficient development underlying the E/2 of Section 34 and the E/2 of Section 27, thereby preventing waste.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as the Division deems necessary.

Date: 1/2

Albert C.S. Chang
Division Director
AC/rl

ID NO. 526729

NSL - 9201

Revised March 23, 2017

RECEIVED: 11/14/25

REVIEWER:

TYPE:

APP NO:

pLEL2532153995

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:** CO 34 27 Federal Com 637H**API:** 30-025-54287**Pool:** WC-025 G-08 S253216D; UPR Wolfcamp**Pool Code:** 98270**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 holders
- B. Royalty, overriding royalty owners, revenue owners
- C. Application requires published notice
- D. Notification and/or concurrent approval by SLO
- E. Notification and/or concurrent approval by BLM
- F. Surface owner
- G. For all of the above, proof of notification or publication is attached, and/or,
- H. No notice required

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.**FOR OCD ONLY**

- Notice Complete
- Application Content Complete

Deana M. Bennett

Print or Type Name

Signature

November 14, 2025

Date

505-848-1834

Phone Number

deana.bennett@modrall.com

e-mail Address



November 14, 2025

VIA E-FILING

Director Albert Chang
And
OCD Engineering Bureau
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Deana M. Bennett
505.848.1834
dmb@modrall.com

RE: Application of Chevron U.S.A. Inc. for administrative approval of unorthodox well location for its CO 34 27 Federal Com 637H well located in a 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 27 and 34, Township 24 South, Range 32 East, Lea County, New Mexico

Dear Director Chang /OCD Engineering Bureau:

Pursuant to Division rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Chevron U.S.A. Inc. (“Chevron”) (OGRID No. 4323) seeks administrative approval of an unorthodox well location (“NSL”) for its CO 34 27 Federal Com 637H well (API No. 30-025-54287) (the “Well”) located in a 640-acre, more or less, standard¹ horizontal spacing unit comprised of the E/2 of Sections 27 and 34, Township 24 South, Range 32 East, Lea County, New Mexico, and will be in the WC-025 G-08 S253216D; UPR Wolfcamp pool (Pool Code 98270). A C-102 for the Well is attached as Exhibit A.

Chevron is requesting this NSL to allow for full and efficient development of this acreage.

The horizontal spacing unit to which the Well will be dedicated is described as:

Description	Acres	Pool	Pool Code
E/2 of Sections 27 & 34	640	WC-025 G-08 S253216D	98270

The WC-025 G-08 S253216D; UPR Wolfcamp Pool is an oil pool subject to the state-wide rules, which establish a 100’ setback requirement for the first and last take points of a well to the outer boundary of the spacing unit. The Well’s **first take point** will be closer than 100’ from the outer boundary of the spacing unit, which requires an NSL approval. As shown on Exhibit A, this is a horizontal well that will be drilled as follows:

- Surface Hole Location: 675’ FNL & 396’ FEL (Unit A) of Section 3-T25S-R32E;
- Bottom Hole Location: 25’ FNL & 330’ FEL (Unit A) of Section 27-T24S-R32E;
- First Take Point: 25’ FSL & 330’ FEL (Unit P) of Section 34-T24S-R32E;

¹ The 640-acre, more or less, horizontal spacing unit in which the Well will be located is standard because there is a proximity tract well within the unit, which is the CO 34 27 Federal Com 608H well (API 30-025-53555), with a completed lateral closer than 330’ from the quarter quarter section lines in the E/2 of Sections 34 and 27.

- Last Take Point: 100' FNL & 330' FEL (Unit A) of Section 27-T24S-R32E.

Chevron has provided a map of the area, attached as Exhibit B, which shows the tracts upon which the unorthodox location will encroach.

As discussed above, the Well's **first take point** will be closer than 100' from the outer boundary of the spacing unit. *See Exhibit A (C-102).* The unorthodox location will encroach towards the N/2NE/4 of Section 3, Township 25 South, Range 32 East.

Chevron is the operator and owns 100% of the working interest in the N/2NE/4 of Section 3, Township 25 South, Range 32 East. Pursuant to Rule 19.15.4.12(A)(2) and Rule 19.15.2.7(A)(3), Chevron is thus only providing notice to the Bureau of Land Management. Proof of mailing along with a copy of the letter sent to the Bureau of Land Management are included in Exhibit C. Chevron's landman has provided a letter confirming the ownership in the N/2NE/4 of Section 3, Township 25 South, Range 32 East, which is included as Exhibit D. Chevron has included as Exhibit E a letter explaining why this application is needed.

Your attention to this matter is appreciated.

Sincerely,



Deana M. Bennett

Attorney for Chevron U.S.A. Inc.

C-102 Submit Electronically Via OCD Permitting		State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION				Revised July 9, 2024	
						Submittal Type:	<input type="checkbox"/> Initial Submittal
							<input checked="" type="checkbox"/> Amended Report
							<input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number 30-025-54287	Pool Code 98270	Pool Name WC-025 G-08 S253216D; UPPER WOLFCAMP
Property Code 336921	Property Name CO 34 27 FEDERAL COM	Well Number 637H
OGRID No. 4323	Operator Name CHEVRON U.S.A. INC.	Ground Level Elevation 3509'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL A	Section 3	Township 25S	Range 32E	Lot N/A	Ft. from North 675	Ft. from East 396	Latitude 32.164947° N	Longitude 103.655528° W	County LEA
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Bottom Hole Location

UL A	Section 27	Township 24S	Range 32E	Lot N/A	Ft. from North 25	Ft. from East 330	Latitude 32.195753° N	Longitude 103.655046° W	County LEA
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Dedicated Acres 640	Infill or Defining Well	Defining Well API 30-025-53555	Overlapping Spacing Unit (Y/N) NO	Consolidation Code N/A
Order Numbers. N/A			Well setbacks are under Common Ownership: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL A	Section 3	Township 25S	Range 32E	Lot N/A	Ft. from North 572	Ft. from East 330	Latitude 32.165230° N	Longitude 103.655315° W	County LEA
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First Take Point (FTP)

UL P	Section 34	Township 24S	Range 32E	Lot N/A	Ft. from South 25	Ft. from East 330	Latitude 32.166872° N	Longitude 103.655053° W	County LEA
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Last Take Point (LTP)

UL A	Section 27	Township 24S	Range 32E	Lot N/A	Ft. from North 100	Ft. from East 330	Latitude 32.195547° N	Longitude 103.655046° W	County LEA
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Unitized Area or Area of Uniform Interest CA PENDING	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3509'
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OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

SURVEYOR CERTIFICATIONS

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys.



Chad Harcrow

Signature	Date
-----------	------

Signature and Date of Professional Surveyor

CHAD HARCROW

Printed Name	Certificate Number	Date of Survey
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Certificate Number

17777

Date of Survey

Surveyed date of 06/24/23 obtained from initial submittal C102.

Email Address



Note: No allowable will be as

Interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

(NAD 27 NM E)

CO 34 27 FEDERAL COM	PROPOSED KICK OFF POINT	PROPOSED FIRST TAKE POINT
NO. 637H WELL	X=709,889.04	X=709,031.68
	Y=424,345.08	Y=424,448.55
	LAT.32.164823°N	LAT.32.165107°N
	LONG.103.655051°W	LONG.103.654838°W

PROPOSED MID POINT	PPP	PROPOSED LAST TAKE POINT
X=709,996.49	X=709,983.05	X=709,968.45
Y=430,310.00	Y=432,939.29	Y=435,477.82
LAT.32.181218°N	LAT.32.188446°N	LAT.32.195424°N
LONG.103.654582°W	LONG.103.654572°W	LONG.103.654567°W

PROPOSED BOTTOM HOLE LOCATION
 X=709,968.02
 Y=435,552.82
 LAT.32.195630°N
 LONG.103.654567°W

(NAD 83/2011 NM E)

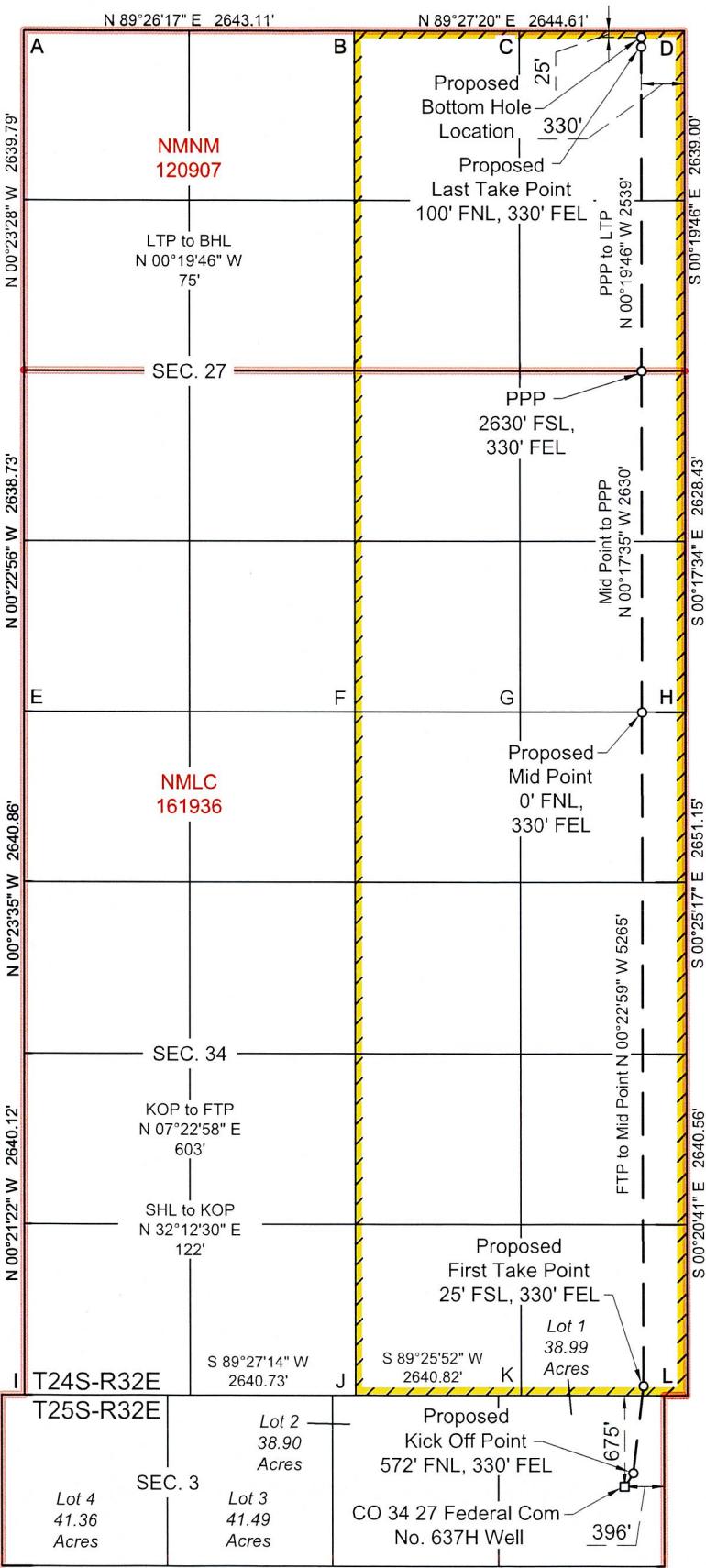
CO 34 27 FEDERAL COM	PROPOSED KICK OFF POINT	PROPOSED FIRST TAKE POINT
NO. 637H WELL	X=751,074.14	X=751,139.32
	Y=424,403.23	Y=424,506.70
	LAT.32.164947°N	LAT.32.165230°N
	LONG.103.655528°W	LONG.103.655315°W

PROPOSED MID POINT	PPP	PROPOSED LAST TAKE POINT
X=751,181.34	X=751,167.78	X=751,153.06
Y=430,368.28	Y=432,997.62	Y=435,536.21
LAT.32.181342°N	LAT.32.188569°N	LAT.32.195547°N
LONG.103.655060°W	LONG.103.655050°W	LONG.103.655046°W

PROPOSED BOTTOM HOLE LOCATION
 X=751,152.63
 Y=435,611.21
 LAT.32.195753°N
 LONG.103.655046°W

CORNER COORDINATES
(NAD 27 NM E)

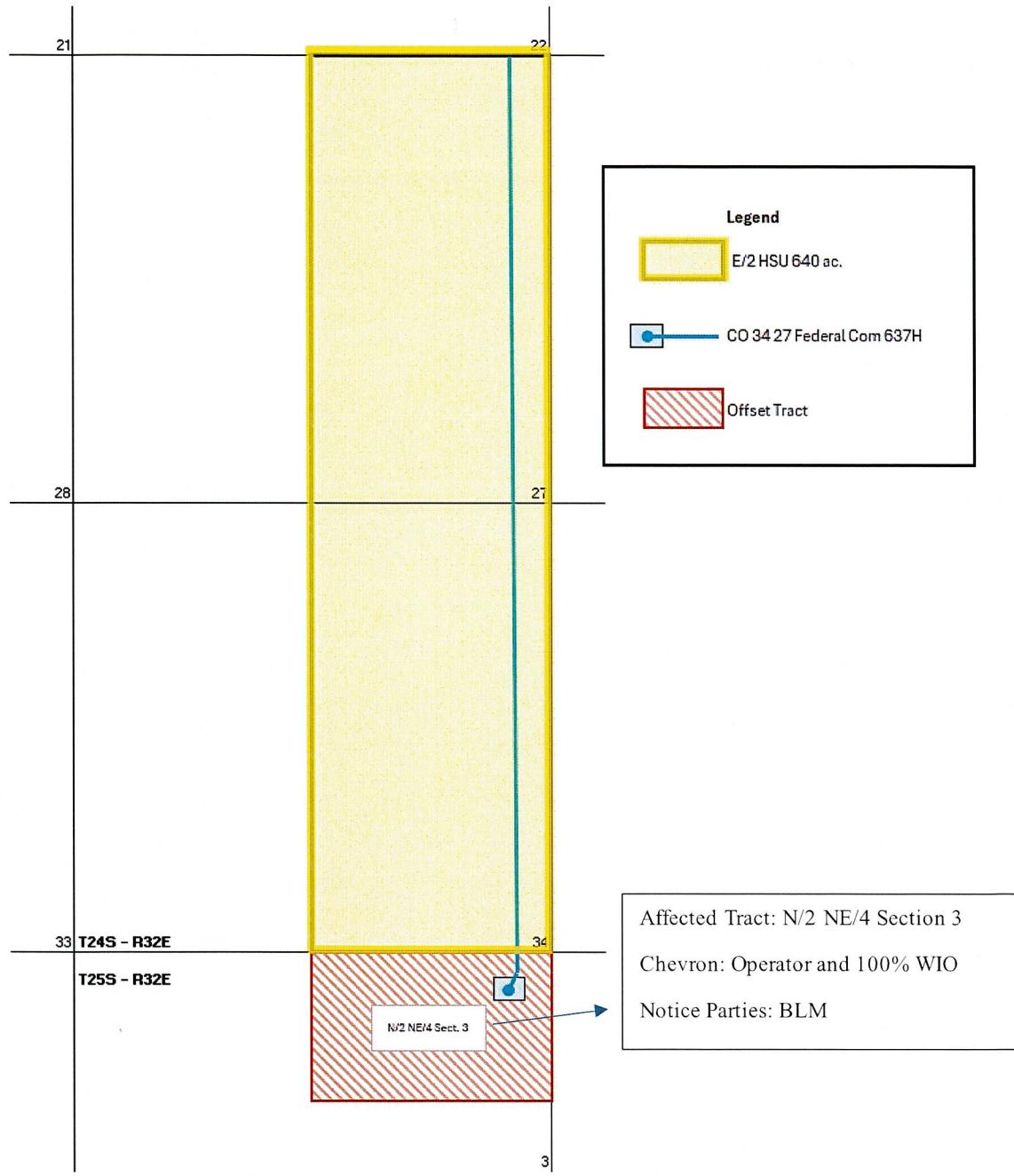
A - X=705011.42, Y=435529.91 IP w/ CAP "1916"
 B - X=707653.89, Y=435555.83 IP w/ CAP "1916"
 C - X=708975.87, Y=435568.39
 D - X=710297.86, Y=435580.96 IP w/ CAP "1916"
 E - X=705047.04, Y=430252.55 IP w/ CAP "1913"
 F - X=707687.69, Y=430277.54 IP w/ CAP "1916"
 G - X=709007.07, Y=430296.09
 H - X=710326.46, Y=430314.64 IP w/ CAP "1916"
 I - X=705081.56, Y=424972.71 IP w/ CAP "1916"
 J - X=707721.70, Y=424998.40 IP w/ CAP "1916"
 K - X=709041.74, Y=425011.23
 L - X=710361.83, Y=425024.09 IP w/ CAP "1916"



Offset Operators and WI Owners

NSL Well: CO 34 27 Federal Com 637H (30-025-54287)

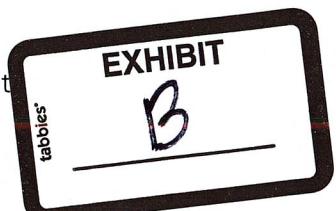
Pool Code: [98270] WC-025 G-08 S253216D; UPPER WOLFCAMP



Offsetting Tract in Township 25 South, Range 32 East:

N/2 NE/4 Section 3:

Operator/Working Interest Owner: Chevron U.S.A. Inc. (100% WI)
 Federal/State Mineral Interest Owner: Bureau of Land Management



Karlene Schuman
Modrall Sperling Roehl Harris & Sisk P.A.
500 Fourth Street, Suite 1000
Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED MAIL
11/14/2025

Firm Mailing Book ID: 299715

Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0142 5918 11	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	\$3.28	\$5.30	\$2.82	\$0.00	83420.0053 Chevron 633, 635, 637 NSL Applications
Totals:	\$3.28		\$5.30	\$2.82	\$0.00		
			Grand Total:	\$11.40			

List Number of Pieces Listed by Sender	Total Number of Pieces Received at Post Office	Postmaster: Name of receiving employee	Dated:
1			





November 14, 2025

Deana M. Bennett
505.848.1834
dmb@modrall.com

VIA CERTIFIED MAIL

TO AFFECTED PARTIES

RE: Application of Chevron U.S.A. Inc. for administrative approval of unorthodox well location for its CO 34 27 Federal Com 633H well located in a 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 27 and 34, Township 24 South, Range 32 East, Lea County, New Mexico

Application of Chevron U.S.A. Inc. for administrative approval of unorthodox well location for its CO 34 27 Federal Com 635H well located in a 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 27 and 34, Township 24 South, Range 32 East, Lea County, New Mexico

Application of Chevron U.S.A. Inc. for administrative approval of unorthodox well location for its CO 34 27 Federal Com 637H well located in a 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 27 and 34, Township 24 South, Range 32 East, Lea County, New Mexico

Dear Sir or Madam:

Enclosed is a copy of the above referenced applications filed with the New Mexico Conservation Division on this date. Any objections that you have to these applications must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the above-referenced applications. If no objection is received within this twenty-day period, the applications may be approved administratively by the Division.

Sincerely,



Deana M. Bennett
Attorney for Chevron U.S.A. Inc.

Modrall Sperling
Roehl Harris & Sisk P.A.

500 Fourth Street NW
Suite 1000
Albuquerque,
New Mexico 87102

PO Box 2168
Albuquerque,
New Mexico 87103-2168

Tel: 505.848.1800
www.modrall.com



Nicholas Angelle
Land Representative

November 11, 2025

VIA EMAIL

OCD Engineering Bureau
Oil Conservation Division
Energy, Minerals and Natural Resource Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Non-Standard Location Application
CO 34 27 FEDERAL COM 633H
Lea County, New Mexico

Non-Standard Location Application
CO 34 27 FEDERAL COM 635H
Lea County, New Mexico

Non-Standard Location Application
CO 34 27 FEDERAL COM 637H
Lea County, New Mexico

Dear OCD Engineering Bureau:

I am a landman for Chevron U.S.A. Inc. ("Chevron"). Chevron has requested administrative approval of non-standard locations ("NSL") for the CO 34 27 FEDERAL COM 633H; CO 34 27 FEDERAL COM 635H; and CO 34 27 FEDERAL COM 637H wells (the "Wells"). As noted in the NSL application materials for these Wells, they will encroach towards the N/2NE/4 of Section 3, Township 25 South, Range 32 East.

As a landman for Chevron, I have knowledge of the ownership of the N/2NE/4 of Section 3, Township 25 South, Range 32 East. I confirm that Chevron is the operator and owns 100% of the working interest ownership in the N/2NE/4 of Section 3, which is the tract upon which the Wells will encroach.

Thank you for your consideration.

Sincerely,

A handwritten signature in blue ink that reads "N. Angelle".

Nicholas Angelle
Land Representative

Mid-Continent Business Unit
North America Exploration and Production Company
Chevron U.S.A. Inc.
1400 Smith St. Houston, Texas 77002
Tel 713 372 3026 Fax 866 908-3881
nicholasangelle@chevron.com





Michael Chen
Reservoir Engineer

November 11, 2025

VIA E-FILING

OCD Engineering Bureau
Oil Conservation Division
Energy, Minerals and Natural Resource Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Non-Standard Location Application
CO 34 27 FEDERAL COM 637H
Lea County, New Mexico

Dear Director /OCD Engineering Bureau:

Chevron U.S.A. Inc. ("Chevron"), OGRID No. 4323, respectfully requests administrative approval of a non-standard location ("NSL") for the following wells (the "Well"):

- CO 34 27 FEDERAL COM 637H (API No. 30-025-54287)

The Well will be completed within the WC-025 G-08 S253216D; Upper Wolfcamp (Pool Code: 98270).

Chevron is requesting non-standard location approval for the Well because the first take point of the Well will be less than 100' from the outer boundary of the horizontal spacing unit. The completed interval and last take point for the well is standard. Allowing Chevron to complete the well at this non-standard location will result in the greatest recovery of reserves from the unit and will reduce waste.

Thank you for your consideration. Should you have any questions. please contact me at michaelchen@chevron.com or (661) 859-8991.

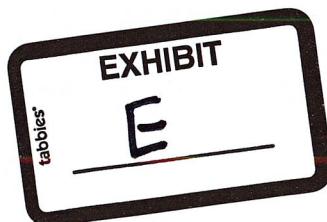
Feel free to contact me if you have any questions or concerns.

Sincerely,

A handwritten signature in black ink that reads "Michael Chen".

Michael Chen
Reservoir Engineer

M Mid-Continent Business Unit
North America Exploration and Production Company
Chevron U.S.A. Inc.
1400 Smith St., Houston, Texas 77002
Tel 661 859 8991 Fax 866 908-3881
michaelchen@chevron.com



Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 526729

CONDITIONS

Operator: CHEVRON U S A INC 6301 Deauville Blvd Midland, TX 79706	OGRID: 4323
	Action Number: 526729
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	11/17/2025