

District I

1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-8161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

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

Form C-101

August 1, 2011

Permit 176481

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address CHEVRON U S A INC Attn: Sandy Stedman-Daniel Houston, TX 77252		2. OGRID Number 4323
4. Property Code 30014		3. API Number 30-025-41485
5. Property Name STATE S		6. Well No. 012

7. Surface Location

UL - Lot C	Section 15	Township 21S	Range 37E	Lot Idn	Feet From 990	N/S Line N	Feet From 1330	E/W Line W	County Lea
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8. Proposed Bottom Hole Location

UL - Lot C	Section 15	Township 21S	Range 37E	Lot Idn C	Feet From 990	N/S Line N	Feet From 1330	E/W Line W	County Lea
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9. Pool Information

PENROSE SKELLY;GRAYBURG	50350
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3445
16. Multiple N	17. Proposed Depth 4300	18. Formation Grayburg	19. Contractor	20. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

☒ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	24	1230	494	0
Prod	7.875	5.5	15.5	4300	829	0

Casing/Cement Program: Additional Comments

SURF:J55,LEAD:340 SX 13.5PPG,CL C W/1%CACL, 1.73 FT3/SK, YIELD-9.147 GAL/SK MIX WTR. TAIL:154 SX,14.8PPG,CL CL W/1%CACL,1.34 FT53/SK, YIELD,6.358 GAL/SK MIX WTR. PROD: J55,LEAD:530 SX 12.4PPG, CL C W/6%NACL,2.21 FT3/SK YIELD 12.357 GAL SK/MIX WTR, TAIL:299 SX 14.2PPG, CL C W/3%NACL, 1.35FT3/SK YIELD, 6.403 GAL/SK MIX WTR.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	2500	
Blind	3000	2500	
Pipe	3000	2500	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.
I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.

OIL CONSERVATION DIVISION

Signature:			
Printed Name:	Electronically filed by Denise Pinkerton	Approved By:	Paul Kautz
Title:	Regulatory Specialist	Title:	Geologist
Email Address:	leakejd@chevron.com	Approved Date:	11/6/2013
Date:	11/4/2013	Expiration Date:	11/6/2015
Phone:	432-687-7375	Conditions of Approval Attached	

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Form C-102
August 1, 2011
Permit 176481

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-41485	2. Pool Code 50350	3. Pool Name PENROSE SKELLY;GRAYBURG
4. Property Code 30014	5. Property Name STATE S	6. Well No. 012
7. OGRID No. 4323	8. Operator Name CHEVRON U S A INC	9. Elevation 3445

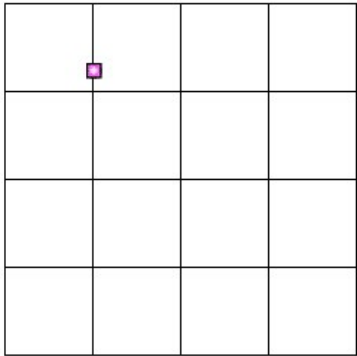
10. Surface Location

UL - Lot C	Section 15	Township 21S	Range 37E	Lot Idn	Feet From 990	N/S Line N	Feet From 1330	E/W Line W	County Lea
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11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00	13. Joint or Infill			14. Consolidation Code			15. Order No.		

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 style="text-align: center;">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>E-Signed By: Denise Pinkerton Title: Regulatory Specialist Date: 11/4/2013</p> <hr/> <p style="text-align: center;">SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Surveyed By: RONALD EIDSON Date of Survey: 12/18/2008 Certificate Number: 3239</p>
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Form APD Comments

Permit 176481

PERMIT COMMENTS

Operator Name and Address: CHEVRON U S A INC [4323] Attn: Sandy Stedman-Daniel Houston, TX 77252		API Number: 30-025-41485
		Well: STATE S #012

Created By	Comment	Comment Date
DPINKERTON	PLATS WILL BE MAILED IN TODAY. THIS WELL WAS PERMITTED BACK IN 2010, BUT WAS NEVER DRILLED, THUS THE API# EXPIRED.	11/4/2013
pkautz	Land s/S	11/5/2013

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Form APD Conditions

Permit 176481

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Oil Conservation Division
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PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: CHEVRON U S A INC [4323] Attn: Sandy Stedman-Daniel Houston, TX 77252	API Number: 30-025-41485
	Well: STATE S #012

OCD Reviewer	Condition
pkautz	Will require administrative order for non-standard location
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water