

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 2040 South Pacheco, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION COVERSHEET

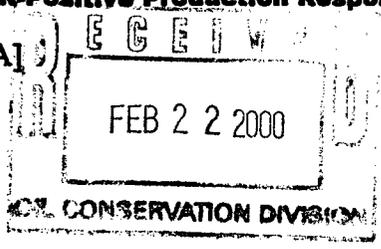
THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATION FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
- [DD-Directional Drilling] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**

- [A] Location - Spacing Unit - Directional Drilling
- NSL NSP DD SD



Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
- DHC CTB PLC PC OLS OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
- WFX PMX SWD IPI EOR PPR

[2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **INFORMATION / DATA SUBMITTED IS COMPLETE - Certification**

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data (including API numbers, pool codes, etc.), pertinent information and any required notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

A. M. HOWELL Print or Type Name *Am Howell* Signature SR. PETR. ENGINEER Title 2/14/2000 Date

February 16, 2000



Chevron

Request for Administrative Approval
Unorthodox Well Location
Alice Paddock # 8
1980' FSL & 2250' FEL
Unit J, Section 1, T22S, R37E
Lea County, New Mexico

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

New Mexico Oil Conservation Division
Attn: Michael Stogner
2040 South Pacheco
Santa Fe, NM 87505

Dear Mr. Stogner:

Attached is a copy of an administrative application for NMOCD approval for an unorthodox well location.

With your approval it is our intention to recomplete the Alice Paddock # 8 as a gas well in the Tubb reservoir. The subject well was originally drilled to and produced in the Wantz Granite Wash pool as a standard well location. The proposed recompletion to the Tubb would create an unorthodox well location. If approved the well will be produced as part of the Tubb Oil & Gas field.

Upon completion the subject well would be simultaneously dedicated with the Alice Paddock # 3.

A copy of this application was mailed via certified mail to all affected offset operators.

If you have any questions concerning this application, please contact Mike Howell at (915) 687-7516.

Sincerely,

A handwritten signature in cursive script that reads "A. M. Howell".

A. M. Howell
Sr. Petroleum Engineer

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 811 South First, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

Form C-102
 Revised October 18, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-26286		Pool Code 86440	Pool Name TUBB OIL & GAS
Property Code 2703	Property Name ALICE PADDOCK		Well Number 8
OGRID No. 432.3	Operator Name CHEVRON U.S.A. INC.		Elevation 3348

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	1	22S	37E		1980	SOUTH	2250	EAST	LEA

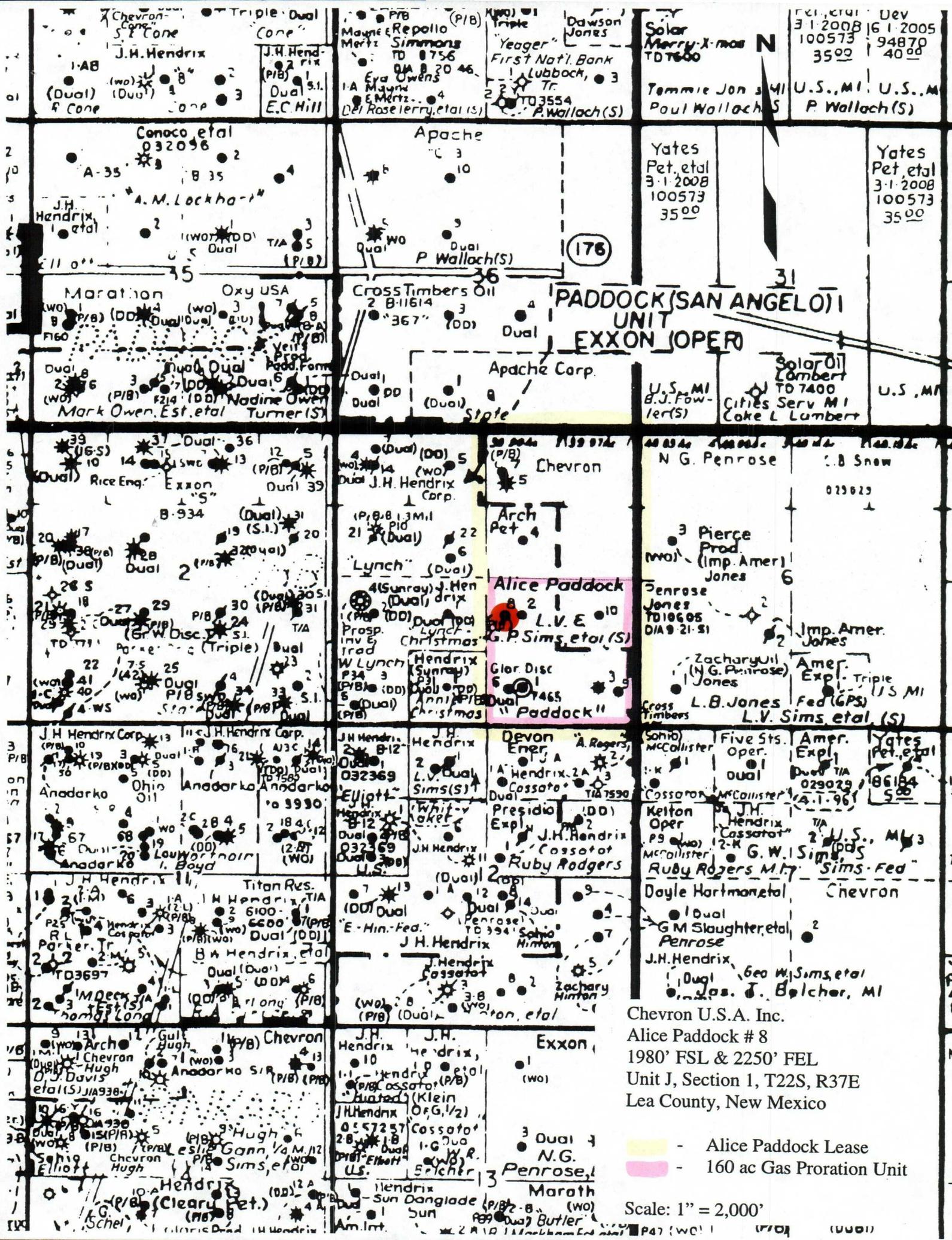
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres	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

16					<p>17 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</i></p> <p><i>A. M. Howell</i> Signature A. M. HOWELL Printed Name SR. PETR. ENGINEER Title 2/14/2000 Date</p>
					<p>18 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>Date of Survey Signature and Seal of Professional Surveyer:</p>
					<p>Certificate Number</p>



Chevron U.S.A. Inc.
 Alice Paddock # 8
 1980' FSL & 2250' FEL
 Unit J, Section 1, T22S, R37E
 Lea County, New Mexico

- Alice Paddock Lease
- 160 ac Gas Proration Unit

Scale: 1" = 2,000'

Scale: 1" = 2,000'

Alice Paddock # 8
Chevron U.S.A. Inc.
Unorthodox Well Location
Request For Administrative Approval

List Of Offset Operators:

1. Altura Energy Ltd.
2. Apache Corporation
3. Cross Timbers Operating Company
4. John H. Hendrix Corporation
5. Marathon Oil Company
6. Prospective Investments & Trading Company
7. Zachary Oil Operating Company

February 16, 2000



Notice of Request for Administrative Approval
Unorthodox Well Location
Alice Paddock # 8
1980' FSL & 2250' FEL
Unit J, Section 1, T22S, R37E
Lea County, New Mexico

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

John H. Hendrix Corporation
P. O. Box 3040
Midland, TX 79702

Dear Sir or Madam:

Attached is a copy of an administrative application for NMOCD approval for an unorthodox well location.

Any objections must be filed with the Oil Conservation Division within 20 days of the division receiving this application.

If you have any questions concerning this application, please contact Mike Howell at (915) 687-7516.

Sincerely,

A handwritten signature in cursive script that reads 'A. M. Howell'.

A. M. Howell
Sr. Petroleum Engineer