

DATE IN <u>2.28.12</u>	SUSPENSE	ENGINEER <u>DB</u>	LOGGED IN <u>2.28.12</u>	TYPE <u>NSL</u>	APP NO. <u>1205929251</u>
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



Chevron
RECEIVED OOD

2012 FEB 27 AM 11:33
CU #212

ADMINISTRATIVE APPLICATION CHECKLIST

30-025-31807

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

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [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 - Simultaneous Dedication
☒ NSL ☐ NSP ☐ 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

[D] Other: Specify _____

[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] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] 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.

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

Denise Pinkerton
Print or Type Name

Denise Pinkerton
Signature

Regulatory Specialist
Title

02-21-2012
Date

LeaKejd@chevron.com
e-mail Address

H-25-175-34E
Lea/stake



Denise Pinkerton
Regulatory Specialist

Midcontinent BU
Chevron North America
Exploration & Production
15 Smith Road
Midland, TX 79705
Tel 432-687-7375
leakejd@chevron.com

February 21, 2012

New Mexico Oil Conservation Division
1220 South St Francis Drive
Santa Fe, New Mexico 87504
Attn: Mr. David Brooks

Re: **Request for Administrative Approval**

Non-Standard Location

Central Vacuum Unit #212 (Formerly Vacuum Glorieta West Unit #20)

1541' FNL & 181' FEL

Unit H, Sec 25, T17S, R34E

Lea County, New Mexico

Chevron U.S.A. Inc. respectfully requests administrative approval for a Non-Standard location, for the Central Vacuum Unit Well #212. This well was formerly the Vacuum Glorieta West Unit #20, which was a TA'd wellbore with no further potential in the Vacuum Glorieta West Unit unitized interval. Reviewing its salvage opportunities, the only reservoir affording the potential to recover additional hydrocarbons is the San Andres formation. If the San Andres cannot be produced, the well will be plugged and abandoned. This well is located within the unit boundary of the Central Vacuum Unit, however it is located only 221' from a quarter/quarter section line which is also the outer boundary of this Central Vacuum Unit making it an unorthodox location. All former San Andres producers in the 40 acres due north of this well (the direction of unit boundary encroachment) have been plugged and abandoned for several years.

A copy of this application has been mailed via certified mail to XTO & Exxon Mobil for their consideration.

Please find attached, a copy of the C-103 for work performed 1-25-12 through 2-03-12. The well is down and will not produce until NSL approval has been received.

For your convenience, I have enclosed an envelope with my return address so the decision for this application can be sent directly to me for distribution. If you require additional information, please contact me at 432-687-7375, or by email at: leakejd@chevron.com.

Sincerely,

A handwritten signature in black ink that reads "Denise Pinkerton". The signature is written in a cursive, flowing style.

Denise Pinkerton

Regulatory Specialist

Enclosure cc: NMOCD – District.1; Hobbs

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised August 1, 2011

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-31807
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator CHEVRON U.S.A. INC.		6. State Oil & Gas Lease No.
3. Address of Operator 15 SMITH ROAD, MIDLAND, TEXAS 79705		7. Lease Name or Unit Agreement Name CENTRAL VACUUM UNIT
4. Well Location Unit Letter H: 1541 feet from the NORTH line and 181 feet from the EAST line Section 25 Township 17-S Range 34-E NMPM County LEA		8. Well Number 212
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 4323
		10. Pool name or Wildcat VACUUM; GRAYBURG SAN ANDRES

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER:

OTHER: RECOMPLETION & WELL NAME CHANGE

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

***This well was formerly the Vacuum Glorieta West Unit #20, which was a TA'd wellbore. This work was to test the San Andres formation. NSL is being requested from Santa Fe. The well is down until NSL approval is received.

1-25-12: MIRU. 1-26-12: TAG PLUG @ 5987. RUN GR/CCL LOG FR 4700-2700. PERFORATE 4518-4524, 4530-4536, 4550-4558, 4597-4607. 1-27-12: SET PKR @ 4444'. 1-28-12: ACIDIZE PERFS 4518-4601 W/3000 GALS 15% NEFE HCL. 1-30-12: SWABBING. 1-31-12: REL PKR. 2-01-12: TIH W/PROD TBG. EOT @ 4758. TAC @ 4471. SN @ 4726. 2-02-12: TIH W/PUMP & RODS. 2-03-12: RIG DOWN. W/O NSL APPROVAL FROM SANTA FE.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Denise Pinkerton TITLE: REGULATORY SPECIALIST DATE: 02-21-2012

Type or print name: DENISE PINKERTON E-mail address: leakejd@cvhevron.com PHONE: 432-687-7375

APPROVED BY: _____ TITLE: _____ DATE: _____

Conditions of Approval (if any):

District I
1625 N French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 848-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S St Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

HOBBS OCD

OCT 21 2011

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-31807	² Pool Code 62180	³ Pool Name VACUUM; GRAYBURG, SAN ANDRES
⁴ Property Code	⁵ Property Name VACUUM GLORIETA WEST UNIT (will be changed to Central Vacuum Unit #212)	⁶ Well Number 20
⁷ OGRID No. 4323	⁸ Operator Name CHEVRON U.S.A. INC.	⁹ Elevation

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
H	25	17-S	34-E		1541	NORTH	181	EAST	LEA

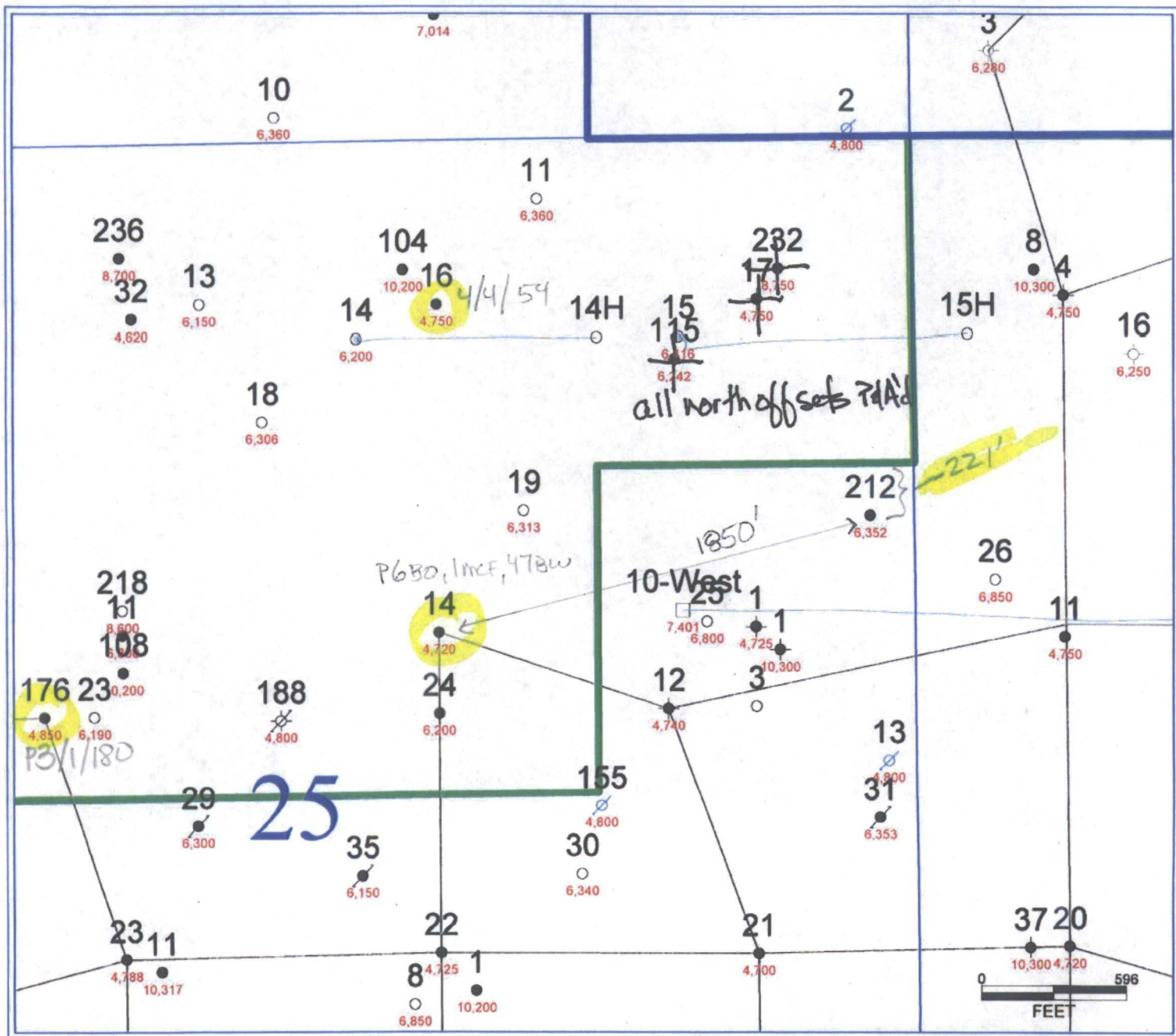
¹¹ Bottom Hole Location If Different From Surface

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 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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>" OPERATOR CERTIFICATION 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 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</p> <p>Signature: <i>Denise Pinkerton</i> Date: 10-20-2011</p> <p>Printed Name: DENISE PINKERTON REGULARITY SPECIALIST</p> <p>E-mail Address: leakeid@chevron.com</p>
	<p>"SURVEYOR CERTIFICATION 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.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p>
	<p>Certificate Number</p>



NOTIFICATION LIST

Prepared 2/23/2012 by Daniel Pequeno, Senior Land Representative

Application of Chevron U.S.A. Inc. for Administrative Approval of a Non-Standard Well Location:

Central Vacuum Unit Well No. 212 (API #30-025-31807)

1,541' FNL & 181' FEL

Section 25, T-17-S, R-34E, Unit Letter H

Lea County, New Mexico

Offset Operators, Working Interest Owners, NW/4, N/2NE/4 & SW/4NE/4 of Section 25, T17S-R34E:

Mobil Producing Texas & New Mexico Inc.
P. O. Box 4707
Houston, Texas 77210-4707

XTO Energy Inc.
810 Houston Street, Suite 2000
Fort Worth, Texas 76102-6298

Offset Operators, Working Interest Owners, W/2 of Section 30, T17S-R35E:

Chevron U.S.A. Inc.
15 Smith Road
Midland, Texas 79705

Surface Owner for All of Section 25, T-17-S-R34E:

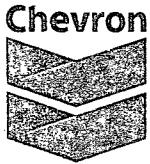
State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Signed By:



Daniel Pequeno, Landman

Date: February 23, 2012



TX Phil

Denise Pinkerton
Regulatory Specialist

Midcontinent BU
Chevron North America
Exploration & Production
15 Smith Road
Midland, TX 79705
Tel 432-687-7375
leakejd@chevron.com


February 21, 2012

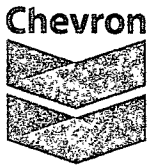
Notice of Request for Administrative Approval
Non-Standard Location
Central Vacuum Unit Well #212 (Formerly Vacuum Glorieta West Unit #20)
1541' FNL & 181' FEL
Unit H, Sec 25, T17S, R34E
Lea County, New Mexico

Chevron U.S.A. Inc. has requested NMOCD administrative approval for a Non-Standard Location, for the Central Vacuum Unit, Well #212. The attached is a copy of the application for your information.

Any objections to this Non-Standard request must be sent to the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87504, within 20 days of receipt of this notification.

If you require additional information, please contact me at 432-687-7375, or by email at:
leakejd@chevron.com

Sincerely,

Denise Pinkerton
Regulatory Specialist
Enclosure cc: NMOCD -- District 1; Hobbs



XTO

Denise Pinkerton
Regulatory Specialist

Midcontinent BU
Chevron North America
Exploration & Production
15 Smith Road
Midland, TX 79705
Tel 432-687-7375
leakejd@chevron.com


February 21, 2012

Notice of Request for Administrative Approval
Non-Standard Location
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