

DATE IN 10/31/12	SUSPENSE	ENGINEER Ezeanjin	LOGGED IN 11/1/12	TYPE PC	APP NO. PKUR1230659000
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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 USA Inc
North Lusk 29 Federal #1
Cross Bones 2 29 #5 1H 2H
Cross Bones 1 29 #5 1H 2H

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

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.

Carolyn Hayne
 Print or Type Name

Signature

Petroleum Engineering TA
 Title

10-23-12
 Date

chay@chevron.com
 e-mail Address

PC - 1250

Ezeanyim, Richard, EMNRD

From: Haynie, Carolyn (CHaynie) [Kelly Services] <CHAY@chevron.com>
Sent: Monday, January 07, 2013 7:51 AM
To: Ezeanyim, Richard, EMNRD
Subject: N. Lusk 29 Fed # 1
Attachments: Document.tif

Here is the Landman signature for the Commingle so we can commingle the gas with the Cross Bones wells.

Carolyn Haynie
Chevron U.S.A. Inc.
New Mexico PE TA
For Eunice, Vacuum,
Dollarhide, And Facilities
Room 2242A
Midland, TX
432-687-7261

ATTACHMENT I

LAND OWNERSHIP STATUS

PREPARED BY Daniel Pequeno, Landman, CPL/ESA

October 3, 2012

Application of Chevron U.S.A. Inc. for Administrative Approval for Surface Pool
Commingle for the Bone Springs Pool:

Chevron's Cross Bones Battery

Section 29, T-18-S, R-32E
Lea County, New Mexico

SECTION 29 - T18S-R32, NMPM - FEDERAL LEASE NM LC 029418 B:

Lease Owner - 100% WI

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

Royalty Owner - 1/8 Royalty

Bureau of Land Management
P. O. Box 27115
Santa Fe, New Mexico 87502-0115

Wells located on the Lease are the North Lusk 29 Federal #1 (API # 30-25-34673)
producing from the Strawn Reservoir; Cross bones 1 29-1H (API #30-25-40710), 1 29
2H (API #30-25-40711) & 2 29-1H (API #30-25-40706) to be new drills into the Bone
Springs Reservoir.

Surface Owner for Section 29, T18S-R32E:

Bureau of Land Management
Attention: Mr. Jim Stovall
620 East Greene Street
Carlsbad, New Mexico 87220-6292



LANDMAN

Ezeanyim, Richard, EMNRD

From: Haynie, Carolyn (CHaynie) [Kelly Services] <CHAY@chevron.com>
Sent: Monday, January 07, 2013 7:49 AM
To: Ezeanyim, Richard, EMNRD
Subject: Surf Commingle PC-1250

Happy New Year Richard!

I have returned to work and wondered if you can give me a status update on the Surface Commingle Order PC-1250. You needed a signed list stating that the properties were 100%. I apologize for any miss-communication on this project. At the time I started to ask you why we needed a C-107-B since the ownership was 100%, so next time I will be move clear with my request.

I have attached the approval, and the signed land statement and then if you will let me know if you need anything else so we can commingle the Strawn gas with the new Cross Bones wells.

Thank you,

Carolyn Haynie
Chevron U.S.A. Inc.
New Mexico PE TA
For Eunice, Vacuum,
Dollarhide, And Facilities
Room 2242A
Midland, TX
432-687-7261

