

Order Number

DTE  
HOB-516

API Number

3025-29117

Operator

Chevron USA Inc

County

Lea

Order Date

5-21-13

Well Name

Alice Paddock

Number

10

Location

I

UL

4

Sec

225

T (+Dir)

37E

R (+Dir)

Pool 1

6660

Blinebru D+G

Oil %

9%

Gas %

8%

Pool 2

7900

Brunson Drinkard Abo

91%

92%

Pool 3

Pool 4

Comments:

Posted in RBDMs 5-21-2013 CHM

DHC-HOB-516

30-025-29117

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Chevron USA Inc

PROPERTY NAME: Alice Paddock

WNULSTR: 10-I-1-225-37E

SECTION I:		ALLOWABLE AMOUNT	
POOL NO. 1	<u>Blinebry Oil + Gas</u>	<u>107</u>	<u>142</u> MCF
POOL NO. 2	<u>Brunson Drinkard Abo</u>	<u>428</u>	<u>852</u> MCF
POOL NO. 3	_____	_____	_____ MCF
POOL NO. 4	_____	_____	_____ MCF
POOL TOTALS		<u>535</u>	<u>994</u> MCF

SECTION II:		<u>Oil</u>	<u>Gas</u>
POOL NO. 1	<u>Blinebry Oil + Gas</u>	<u>90%</u>	<u>8%</u>
POOL NO. 2	<u>Brunson Drinkard Abo</u>	$91\% \times 535 = 486.85$	<u>92%</u>
POOL NO. 3	_____	<u>&lt;487&gt;</u>	
POOL NO. 4	_____		

OIL GAS

SECTION III:  
 $91\% \div 428 = 470.32 < 470 >$

SECTION IV:  
 $9\% \times 470 = 42.3$  <42>  
 $91\% \times 470 = 427.7$  <428>

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

**HOBBS OGD**  
 State of New Mexico  
 Energy, Minerals and Natural Resources  
**MAY 21 2013**  
**RECEIVED**  
 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. 30-025-29117
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" 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 ALICE PADDOCK
4. Well Location Unit Letter I: 1980 feet from the SOUTH line and 660 feet from the EAST line Section 1 Township 22-S Range 37-E NMPM County LEA		8. Well Number 10
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 4323
10. Pool name or Wildcat BLINEBRY/DRINKARD-ABO		

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

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: INTENT TO DHC BLINEBRY AND ABO		OTHER	

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.

UNDER THE PROVISIONS OF RULE 303 C(5), IT IS PROPOSED TO DOWNHOLE COMMINGLE PRE-APPROVED POOLS UNDER DIVISION ORDER R-11363, BLINEBRY OIL & GAS (PERFS 566-5762), AND BRUNSON; DRINKARD-ABO SOUTH (PERFS 6816-7412) IN THE SUBJECT WELL. CURRENTLY THIS WELL IS PRODUCING FROM THE BLINEBRY PERFS. IT IS PROPOSED TO RECOMPLETE THE SUBJECT WELL TO THE BRUNSON; DRINKARD-ABO SOUTH POOL (7900) AND THEN DHC WITH THE BLINEBRY PERFS.

PLEASE FIND ATTACHED SUPPORTING DATA

Spud Date:  Rig Release Date:

**DHC-HOB-516**

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: 05-15-2013  
 Type or print name: DENISE PINKERTON E-mail address: leakejd@chevron.com PHONE: 432-687-7375  
 APPROVED BY: *[Signature]* TITLE: Petroleum Engineer DATE: MAY 21 2013  
 Conditions of Approval (if any): \_\_\_\_\_

**MAY 23 2013**

**REQUEST FOR EXCEPTION TO RULE 303-A**  
**FOR WELLS LOCATED IN PRE-APPROVED POOLS OR AREAS**

**Operator**

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

**Lease Name & Well Number**

Alice Paddock #10 30-025-29117  
 1980 FNL, & 660 FEL, Unit Letter I  
 Section 1, T22S, R-37E  
 Lea County, New Mexico

**Division Order**

Pre-approved pools or area established by Division Order No. R-11363

**Pools To be Commingled in Alice Paddock #10**

Blinebry Oil & Gas (6660)  
 Brunson; Drinkard-Abo, South (7900)

**Perforated Intervals**

Blinebry (5566-5762)  
 Drinkard-Abo (6816-7412)

**Production Plots**

Attached

**Product Characteristics & Value**

The produced fluids are compatible & commingling will not cause formation damage or producing problems. Also, the price received by Chevron for products from these zones is very similar, so value will not be adversely affected.

**Production Allocation**

<u>Pool</u>	<u>BOPD</u>	<u>BWPD</u>	<u>MCFPD</u>	<u>Remarks</u>
Blinebry Oil & Gas (6660)	2	1	13	Based on existing prod
Drinkard-Abo	20	80	140	Based on offset prod & Swab reports. Gas based on offset GOR (#6,7,9)
<b><u>Totals</u></b>	<b>22</b>	<b>81</b>	<b>153</b>	
<u>Allocated %</u>	<u>Oil %</u>	<u>Water%</u>	<u>Gas%</u>	<u>Remarks</u>
Blinebry	9%	1%	8%	Based on existing prod
Drinkard-Abo	91%	99%	92%	Based on offset reports
<b><u>TOTALS</u></b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	

See attached existing Blinebry production plot, offset Drinkard-Abo production chart & swab tests of Alice Paddock #10 Drinkard/Abo in daily rig report.

Working interest & NRI are the same for both Blinebry & Drinkard-Abo.

**State/Federal Land Notification**

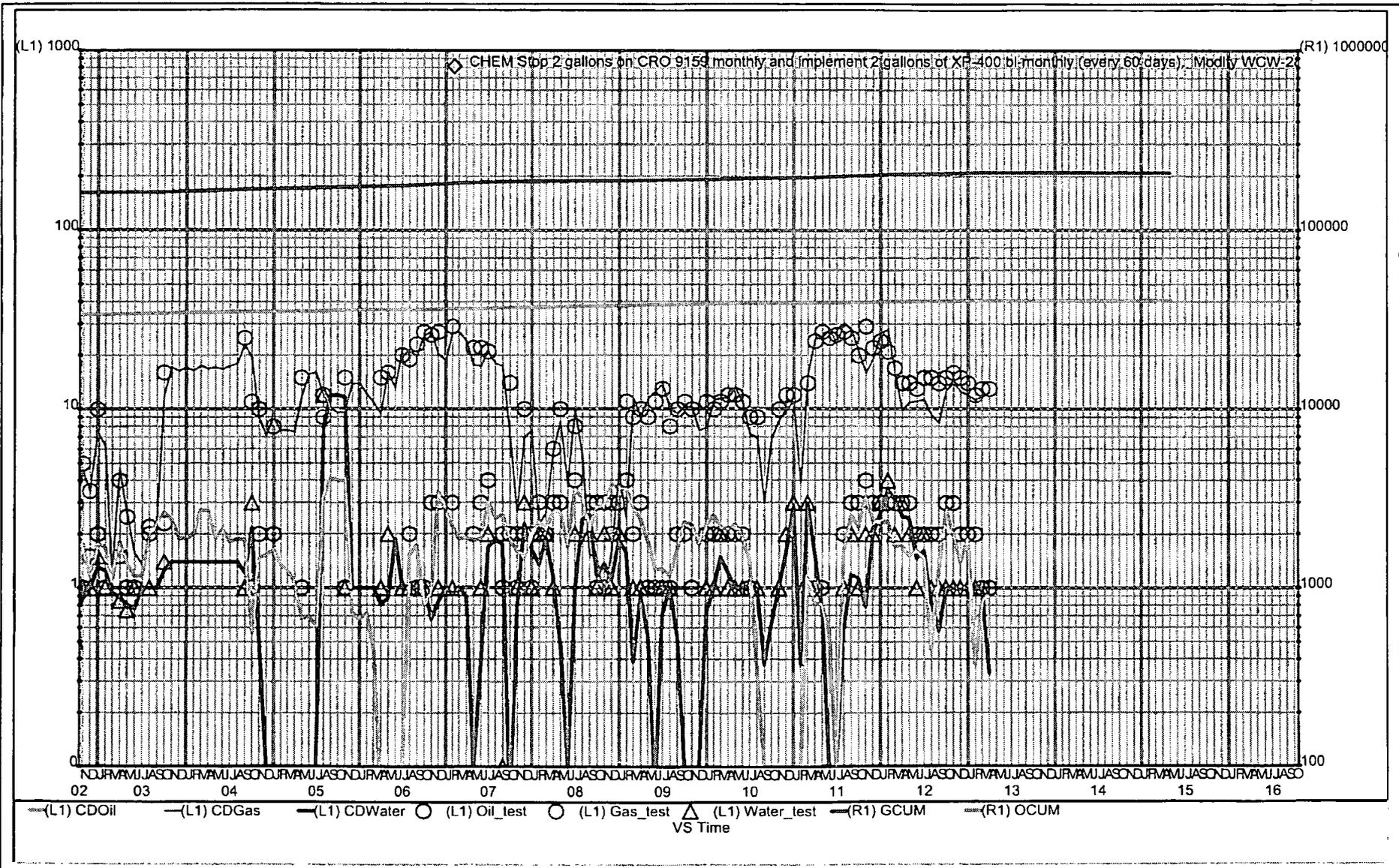
Well is on a fee lease.





Name: PADD10 ID: 3002529117 Type: Well Format: [p] Comp - CDProd vs Time

WELL_LABEL:PADD10	FIELD_CODE:U46	PROD_METH:PR	LASTOCUM:40.57263000
CHEVNO:FO6552	FIELD:FLD-BLINEBRY OIL & GAS	CLASS_CODE:OI	LASTGCUM:209.19844000
SIDETRACK:0	LEASE:PADDOCK ALICE	SAP_CODE:UCU463400	CC_NM:PADDOCK ALICE-BLINEBRY
COMP_NUM:01	SEC-T-R:1 - S022 - E037	RES_CODE:0000004532	RES:BLINEBRY



# Drinkard/Abo Offset Oil & Gas

