



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

April 23, 2007

Chevron  
Midcontinent Business Unit  
Attn: Richard A. Jenkins  
15 Smith Road  
Midland, TX 79705

## **Administrative Order NSL-5605**

Re: C.H. Weir B Well No. 8  
API No. 30-025-29731  
Unit A, Section 11 Twsp 20S, Range 37E  
Lea County

Dear Mr. Jenkins:

Reference is made to the following:

(a) your application (**administrative application reference No. pCLP07-10028642**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on April 5, 2007, and

(b) the Division's records pertinent to your request.

Chevron USA, Inc. (Chevron) has requested to re-complete its C.H. Weir B Well No. 8 at an unorthodox Abo gas well location, 990 feet from the North line and 330 feet from the East line (Unit A) of Section 11, Township 20 South, Range 37 East, N.M.P.M., in Lea County, New Mexico. The NE/4 of Section 11 will be dedicated to this well to form a standard 160-acre gas spacing and proration unit in the Skaggs-Abo Gas Pool (85410).

This location is governed by statewide Rule 104.C(3), which provides that a well shall be located at least 660 feet from any unit boundary. The proposed location is less than 660 feet from the eastern boundary of the proposed unit.

Chevron's application has been duly filed under the provisions of Division Rules 104.F and 1210.A(2).

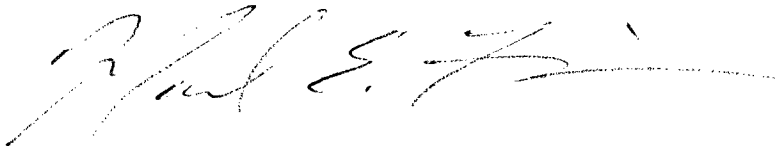
It is our understanding that this location is being requested in order to utilize an existing wellbore that was originally drilled to a deeper formation.

We also understand that the persons notified of filing of this application, as indicated on the list attached to your application, includes all owners of working interests in the Abo in the offsetting spacing unit to the east of this location.

Pursuant to the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox well location is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Mark E. Fesmire', with a long horizontal flourish extending to the right.

Mark E. Fesmire, P.E.  
Director

MEF/db

cc: New Mexico Oil Conservation Division - Hobbs