

PNRM0720733466

C-103 Received 7-18-2007  
DHC No. Assigned 7-23-2007

| Order Number   | API Number   | Operator                       | County          |                 |
|--|--------------|--------------------------------|-----------------|-----------------|
| HOB-0211   | 30-025-10208 | Chevron MidContinent LP        | Lea             |                 |
| Order Date   | Well Name    | Number                         | Location        |                 |
|  | S. E. Long   | 007                            | I<br>UL         | 11<br>Sec       |
|  |              |                                | 225<br>T (+Dir) | 37E<br>R (+Dir) |
| Pool 1   | Order Number | Well Name                      | Oil %           | Gas %           |
|  | 72480        | BLinebry Oil (+ Gas) (Pro Gas) | 17%             | 23%             |
| Pool 2   | Order Number | Well Name                      | Oil %           | Gas %           |
|  | 86440        | Tubb Oil (+ Gas) (Pro Gas)     | 83%             | 77%             |
| Pool 3   | Order Number | Well Name                      | Oil %           | Gas %           |
|  |              |                                |                 |                 |
| Pool 4   | Order Number | Well Name                      | Oil %           | Gas %           |
|  |              |                                |                 |                 |
| Comments: Work completed effective _____<br>Work cancelled effective _____ |              |                                |                 |                 |

Posted to  
RBDMS  
7-26-2007

B

30-025-10208

DOWNHOLE COMMINGLE CALCULATIONS:

HOB-0211

OPERATOR: Chevron Mid Continent LP

PROPERTY NAME: S. E. Long

WNULSTR: 7-I, 11-22-37

SECTION I: ALLOWABLE AMOUNT

72480 POOL NO. 1 B Linebry Oil + Gas (Pro Gas) 999 9999 MCF 99999

86440 POOL NO. 2 Tubb Oil + Gas (Pro Gas) 999 9999 MCF 99999

POOL NO. 3 \_\_\_\_\_ MCF

POOL NO. 4 \_\_\_\_\_ MCF

POOL TOTALS \_\_\_\_\_

SECTION II:

POOL NO. 1 B Linebry Oil + Gas (Pro Gas) Oil Gas  
17% 23%

POOL NO. 2 Tubb Oil + Gas (Pro Gas) 83% 77%

POOL NO. 3 \_\_\_\_\_

POOL NO. 4 \_\_\_\_\_

OIL

GAS

SECTION III:

\_\_\_\_\_

SECTION IV:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

(432) 687-7120 - Richard Jenkins

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
S. St. Francis Dr., Santa Fe, NM 87505

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

|  |
|--|
| WELL API NO.<br><b>30-025-10208</b>  |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/><br>FEE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No.   |
| 7. Lease Name or Unit Agreement Name<br><b>SE Long</b>   |
| 8. Well Number <b>7</b>  |
| 9. OGRID Number<br><b>241333</b>   |
| 10. Pool name or Wildcat<br><b>Tubb Oil &amp; Gas</b>  |

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.)  
1. Type of Well:  Oil Well  Gas Well  Other

2. Name of Operator  
**Chevron MidContinent L.P.**

3. Address of Operator  
**15 Smith Road Midland, TX 79705**

4. Well Location  
Unit Letter **I** : **1780** feet from the **South** line and **660** feet from the **East** line  
Section **11** Township **22S** Range **37E** NMPM County **LEA**

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**3348' KB**

Pit or Below-grade Tank Application  or Closure   
Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_  
Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

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

|   |  |
|---|--|
| <p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br/>         TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br/>         PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>OTHER: <b>DHC Blinebry oil &amp; Gas/Tubb Oil &amp; Gas</b> <input checked="" type="checkbox"/></p> | <p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br/>         COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br/>         CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p> |
|---|--|

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

*Per R-11363*  
UNDER THE PROVISIONS OF RULE 303 C (5), IT IS PROPOSED TO DOWNHOLE COMMINGLE PRE-APPROVED POOLS, BLINEBRY OIL & GAS (PROGAS) (PERFS 5395'-5678'), AND TUBB OIL & GAS (PRO GAS) (PERFS 5881'- 6070') IN THE CAPTIONED WELL. PRODUCTION WILL BE ALLOCATED BACK TO THE TWO POOLS BASED ON THE PERCENTAGES SHOWN IN THE ATTACHED SUPPORT DATA.

DHC Order No. HOB-0211

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE [Signature] TITLE PETR. ENGINEER DATE 07/13/2007

Type or print name State Use Only E-mail address: \_\_\_\_\_ Telephone No. (432) 687-7120

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER

Conditions of Approval (if any): \_\_\_\_\_

JUL 18 2007

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

**Operator**

Chevron Midcontinent L.P.  
P. O. Box 1150  
Midland, TX 79702

**Lease Name and Well Number**

S.E. Long #7  
1780' FSL & 660' FEL, Unit Letter I  
Section 11, T22S, R37E  
Lea County, New Mexico

**Division Order**

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

**Pools To Be Commingled in the S.E. Long #7**

(72480) Blinebry Oil & Gas (Pro Gas)  
(86440) Tubb Oil & Gas (Pro Gas)

**Perforated Intervals**

Blinebry (5395'-5678')  
Tubb (5881'-6070')

**Location Plat**

Attached

**Well Test Report & Production Plots**

Attached.

**Product Characteristics And Value**

Previous commingling of these zones by Chevron and other operators in the area have shown that the produced fluids are compatible and 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 Allocated %</u> | <u>Oil %</u>         | <u>Water %</u> | <u>Gas %</u>                   | <u>Remarks</u>                                 |
|-------------------------|----------------------|----------------|--------------------------------|--|
| Blinebry                | 17% <del>16.67</del> | 37.50          | 23.08                          | S.E. Long #7 well test                         |
| Tubb                    | 83.33                | 62.50          | <del>77</del> <del>56.00</del> | Calculated using average offset Tubb productio |
| <b>Totals</b>           | <b>100.00</b>        | <b>100.00</b>  | <del>78.08</del> 100           |  |

| <u>Expeced IP</u> | <u>Oil</u>   | <u>Water</u> | <u>Gas</u>    | <u>Remarks</u>                                 |
|-------------------|--------------|--------------|---------------|--|
| Blinebry          | 2            | 6            | 90            | S.E. Long #7 well test                         |
| Tubb              | 10           | 10           | 300           | Calculated using average offset Tubb productio |
| <b>Totals</b>     | <b>12.00</b> | <b>16.00</b> | <b>390.00</b> |  |

**Ownership**

Ownership of all zones is identical so correlative rights will not be compromised.

**State / Federal Land Notification**

Well is on a fee lease



District I  
1625 N. French Dr., Hobbs, NM 88240

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102  
Revised March 17, 1999

District II  
811 South First, Artesia, NM 88210

**OIL CONSERVATION DIVISION**

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

District III  
Rio Brazos Rd., Aztec, NM 87410

2040 South Pacheco  
Santa Fe, NM 87505

District IV  
2040 South Pacheco, Santa Fe, NM 87505

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|   |  |   |  |  |                                      |
|---|--|---|--|--|--------------------------------------|
| <sup>1</sup> API Number<br>30-025-10208 |  | <sup>2</sup> Pool Code<br>72480                         |  | <sup>3</sup> Pool Name<br>Blinebry Oil & Gas (Pro Gas) |                                      |
| <sup>4</sup> Property Code<br>302785    |  | <sup>5</sup> Property Name<br>S.E. Long                 |  |  | <sup>6</sup> Well Number<br>7        |
| <sup>7</sup> OGRID No<br>241333         |  | <sup>8</sup> Operator Name<br>Chevron Midcontinent L.P. |  |  | <sup>9</sup> Elevation<br>3348' (KB) |

Surface Location

| UL or Lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| I             | 11      | 22S      | 37E   |         | 1780'         | South            | 660'          | East           | Lea    |

<sup>11</sup> 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 |
|--|---------|--|-------|----------------------------------|---------------|---|---------------|----------------|--------|
|  |         |  |       |                                  |               |   |               |                |        |
| <sup>12</sup> Dedicated Acres<br>120 - 3 Wells |         | <sup>13</sup> Joint or Infill<br>Joint |       | <sup>14</sup> Consolidation Code |               | <sup>15</sup> Order No<br>NSL-3582 (SD) |               |                |        |

**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><sup>1</sup> 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 style="text-align: center;"></p> <p>Signature <b>Richard A. Jenkins</b></p> <p>Printed Name <b>Petr. Engineer</b></p> <p>Title <b>7/13/2007</b></p> <hr/> <p><sup>1</sup> 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>Signature and Seal of Professional Surveyor</p> <p style="text-align: right;">Certificate Number</p> |
|--|---|

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2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102  
Revised March 17, 1999

**OIL CONSERVATION DIVISION**

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

2040 South Pacheco  
Santa Fe, NM 87505

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

|   |   |  |
|---|---|--|
| <sup>1</sup> API Number<br>30-025-10208 | <sup>2</sup> Pool Code<br>86440                         | <sup>3</sup> Pool Name<br>Tubb Oil & Gas (Pro Gas) |
| <sup>4</sup> Property Code<br>302785    | <sup>5</sup> Property Name<br>S.E. Long                 | <sup>6</sup> Well Number<br>7                      |
| <sup>7</sup> OGRID No<br>241333         | <sup>8</sup> Operator Name<br>Chevron MidContinent L.P. | <sup>9</sup> Elevation<br>3602'                    |

<sup>10</sup> Surface Location

| UL or Lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| I             | 11      | 22S      | 37E   |         | 1780'         | South            | 660'          | East           | Lea    |

<sup>11</sup> 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 |
|--------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|              |         |          |       |         |               |                  |               |                |        |

|                                      |                               |                                  |                        |
|--------------------------------------|-------------------------------|----------------------------------|------------------------|
| <sup>12</sup> Dedicated Acres<br>160 | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> 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**

|  |   |
|--|---|
|  | <p><sup>1</sup> 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 style="text-align: center;"></p> <p>Signature<br/><b>Richard A. Jenkins</b></p> <p>Printed Name<br/><b>Petr. Engineer</b></p> <p>Title<br/><b>4/12/2007</b></p>                                |
|  | <p><sup>1</sup> 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>Signature and Seal of Professional Surveyor</p> <p style="text-align: right;">Certificate Number</p> |