

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING APRIL 16, 2020**

CASE No. 21020

GAS CAPTURE PILOT PROJECT

***SALADO DRAW 19 26 33 FEDERAL COM #2H
SD EA 19 FEDERAL P 6 #005H***

LEA COUNTY, NEW MEXICO



**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

**APPLICATION OF CHEVRON U.S.A. INC. FOR A
GAS CAPTURE PILOT PROJECT INVOLVING THE
OCCASIONAL INJECTION OF PRODUCED GAS
INTO THE BONE SPRING FORMATION, LEA
COUNTY, NEW MEXICO.**

CASE NO. 21020

AFFIDAVIT OF KATIE HALLEY

I, Katie Halley, of lawful age and being first duly sworn, declare as follows:

1. My name is Katie Halley. I work for Chevron U.S.A. Inc. ("Chevron"), as a Land Representative.
2. I have not previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My relevant work experience and educational background are summarized in the attached curriculum vitae, attached as **Exhibit A**.
3. I am familiar with the application filed by Chevron in this case, and I am familiar with the status of the lands in the subject area.
4. No other parties entered an appearance in this case. Therefore, I do not expect opposition at hearing to the presentation of my testimony by affidavit.
5. **Exhibit B**, attached, is an overview locator map, identifying the general location of Chevron's proposed Salado Draw Gas Injection Pilot Project area within Township 26 South, Range 33 East, Lea County, New Mexico.
6. **Exhibit C**, attached, is a zoomed-in map depicting the half-mile area of review around each of the two proposed injection wells that comprise the injection pilot project. A green oval depicts the area of review around the Salado Draw 19 26 33 Fed Com 2H well, (API No. 30-

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 32
Submitted by: **Chevron U.S.A. Inc.**
Hearing Date: April 16, 2020
Case No. 21020

025-42662) located in the NW/4 NW/4 (Unit D) of Section 19, and a red oval depicts the area of review around the Salado Draw EA 19 Fed P6 5H well (API No. 30-025-42797) located in the NW/4 NE/4 (Unit B) of Section 19. In addition, the map also depicts each of the separately owned tracts that fall within the areas of review for each of the wells. Each tract is identified by number and is color-coded for ease of reference.

7. As required by the Division on page 3 of Exhibit 7, the notice of this application was provided in accordance with 19.15.26.8(B)(2) NMAC, which requires notice by certified mail to each owner of the land surface on which each injection well is to be located and to each leasehold operator and other affected person, as defined by the Division's regulations.

8. The subsequent pages of Exhibit C identify for each tract within the areas of review the affected parties entitled to notice, in accordance with Division regulations, including the owner of the land surface where each well is located. For both wells, the surface owner is the U.S. Bureau of Land Management.

9. Parties entitled to notice were identified based on a determination of the title of lands and interests as recorded in the records of Lea County or from a review of New Mexico Oil Conservation Division and BLM operator records as of the time the application was filed.

10. It is my opinion that Chevron undertook a good faith effort to locate and identify the correct parties and valid addresses required for notice within the half-mile area of review. To the best of my knowledge the addresses used for notice purposes are valid and correct. There were no unlocatable parties for whom we were unable to locate a valid address.

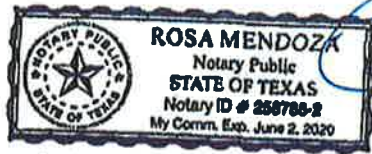
11. I provided the law firm of Holland & Hart LLP a list of names and addresses for the uncommitted interest owners shown on Exhibit C.

FURTHER AFFIANT SAYETH NOT.


Katie Halley

STATE OF TEXAS)
COUNTY OF Midland)

SUBSCRIBED and SWORN to before me this 13th day of March 2020 by
Katie Halley.




NOTARY PUBLIC

My Commission Expires:

June 2, 2020

Katelyn Halley

2402 Castleford Rd. | Midland, Texas 79705 | Work: 432.687.7572 | khalley@chevron.com

PROFESSIONAL EXPERIENCE

- Chevron North America Exploration and Production Co.** **July 2017 – Present**
Land Representative
Performs subsurface and surface land work associated with producing assets located in Eddy and Lea counties, New Mexico, including asset management, agreement analysis, title review, and negotiations/divestments.
- J Dub Enterprises, LLC, Midland, Texas** **July 2015 – June 2017**
Independent Petroleum Landman
Employed as an independent contractor for a brokerage performing land services including due diligence, contract review, lease checks, title, curative, and negotiation of mineral lease and purchase agreements with landowners.
- Texas Tech System Office of Research Commercialization, Lubbock, Texas** **August 2013 – May 2014**
Technology Analyst
Communicated with inventors regarding technology disclosures and evaluated potential commercial technologies for patentability and marketability.
- McMahon Surovik Suttle PC, Abilene, Texas** **July 2013 – August 2013**
Law Clerk
Researched and drafted legal memorandum on issues including personal injury, products liability, real estate, business organizations, and commercial law. Learned about drafting motions and contracts.
- UT Southwestern Medical Center, Dallas, Texas** **August 2008 – June 2010**
Graduate Research Assistant
Performed research on biomaterials and mesenchymal stem cells with the goal of creating artificial implantable vocal fold tissue that mimicked the biomechanical properties of normal human vocal folds.

EDUCATION

- Texas Tech University School of Law, Lubbock, Texas** **May 2014**
Doctor of Jurisprudence, *cum laude*
GPA: 3.35 (top 25%; class rank: 47/215)
- University of Texas Southwestern Medical Center, Dallas, Texas** **August 2008 – June 2010**
Graduate Studies in Biomedical Engineering: Biomaterials and Tissue Engineering
- Texas Tech University, Lubbock, Texas** **December 2006**
Bachelor of Science in Biochemistry and Biology, *cum laude*
GPA: 3.68

PROFESSIONAL ORGANIZATIONS

- State Bar of Texas** Licensed Attorney, Bar Card #2409247
American Association of Professional Landmen
Permian Basin Landman Association

EXHIBIT A

Overview Locator Map

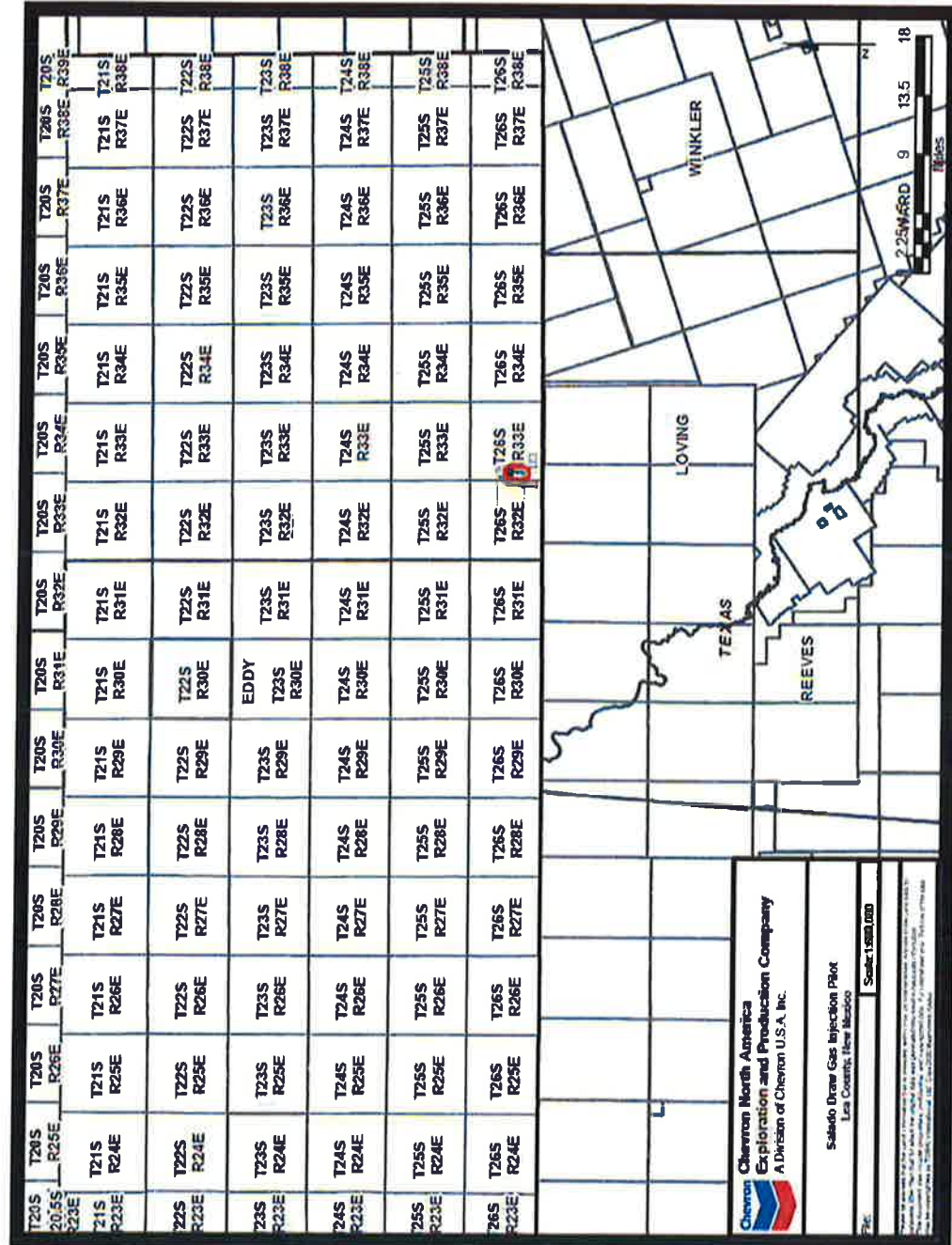
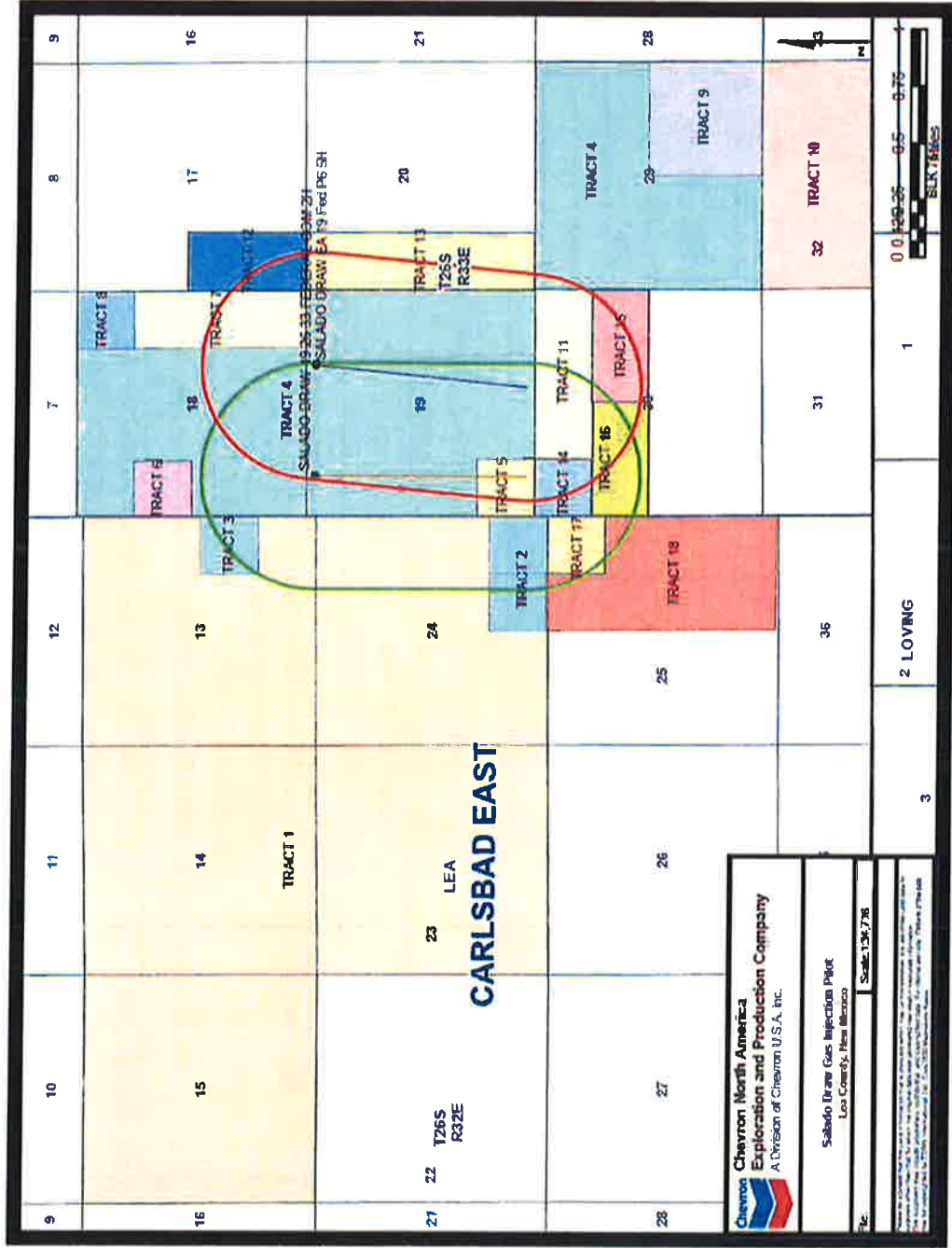


EXHIBIT B

1/2 Mile Radius Map



Tracts

Tract 1	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 118722, dated 8/27/2007, covering, among other lands, NE/4, NW/4 SE/4 and S/2 SE/4 Section 13; and NE/4 and N/2 SE/4 of Section 24, T-26-S, R-32-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management
Tract 2	
Oil and Gas Lease:	Federal Oil and Gas Lease NMLC 065876-A, dated 9/1/1948, covering S/2 SE/4 Section 24, T-26-S, R-32-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	Sahara Operating LLC
Other Affected Parties:	N/A
Other Affected Parties:	Pioneer Natural Resources, Inc. Peak 9 Production Company Acme Land Company Bureau of Land Management
Tract 3	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 014492, dated 11/1/1971, covering, among other lands, NE/4 SE/4 Section 13, T-26-S, R-32-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management Atlas OBO Energy LP Royalty Clearinghouse 2003 LLC Pioneer Exploration LTD BTA Oil Producers WTG Exploration Inc.

Tracts

Tract 4	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 27506, dated 9/1/1948, covering, among other lands, Lot 1, Lot 3, Lot 4, E/2 SW/4 and W/2 SE/4 of Section 18; Lot 1, Lot 2, Lot 3, E/2 W/2 and E/2 of Section 19; and N/2 and SW/4 of Section 29, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	Bureau of Land Management
Other Affected Parties:	Jennings Drilling Company Alton C. White Acme Land Company Louise C. Summers Estate of Burton Veteto Bureau of Land Management
Tract 5	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 065880-A, dated 9/1/1948, covering Lot 4 of Section 18, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	Bureau of Land Management
Other Affected Parties:	Childress Royalty Company ConocoPhillips Company Acme Land Company Louise C. Summers Bureau of Land Management

Tracts

Tract 6	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 132069, dated 6/1/2014, covering Lot 2 of Section 18, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management
Tract 7	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 132070 LSE, dated 6/1/2014, covering the E/2 SE/4 and SE/4 NE/4 Section 18, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management

Tracts

Tract 8	
Oil and Gas Lease:	Oil and Gas Lease dated 6/5/2016, recorded in Book 1999, Page 963 of the Records of Lea County, NM, and covering the NE/4 NE/4 of Section 18, T-26-S, R-33-E, Lea County, NM Oil and Gas Lease dated 5/26/2016, recorded in Book 2013, Page 23 of the Records of Lea County, NM, and covering the NE/4 NE/4 of Section 18, T-26-S, R-33-E, Lea County, NM Oil and Gas Lease dated 7/31/2017, recorded in Book 2120, Page 908 of the Records of Lea County, NM, and covering the NE/4 NE/4 of Section 18, T-26-S, R-33-E, Lea County, NM Oil and Gas Lease dated 6/30/2017, recorded in Book 2120, Page 909 of the Records of Lea County, NM, and covering the NE/4 NE/4 of Section 18, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Sagebrush Interest LLC RSC Resources LP Muleshoe Crude LP COG Operating LLC
Tract 9	
Oil and Gas Lease:	Federal Oil and Gas Lease USA NMNM 125653, dated 1/1/2011, covering the SE/4 Section 29, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management

Tracts

Tract 10	
Oil and Gas Lease:	State of New Mexico Oil and Gas Lease VB 1838, dated 1/1/2011, covering all of Section 32, T-26-S, R-33-E, Lea County, NM
Operator(s):	Chevron U.S.A. Inc.
Surface Owner:	N/A
Other Affected Parties:	State of New Mexico
Tract 11	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 136219, dated 1/1/2011, covering the N/2 NE/4 and NE/4 NW/4 of Section 30 T-26-S, R-33-E, Lea County, NM
Operator(s):	None
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management

Tracts

Tract 12	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 0160973, dated 2/1/1963, covering, among other lands, W/2 SW/4 Section 17, T-26-S, R-33-E, Lea County, NM
Operator(s):	None
Surface Owner:	N/A
Other Affected Parties:	Occidental Permian LP BTA Oil Producers Magnum Hunter Production Inc. BP America Production Co. COG Operating LLC Encana Oil & Gas (USA) Inc. Concho Oil & Gas LLC EOG Resources Inc. Bureau of Land Management
Tract 13	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 118727, dated 9/1/2007, covering, among other lands, W/2 W/2 Section 20, T-26-S, R-33-E, Lea County, NM
Operator(s):	EOG Resources Inc.
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management

Tracts

Tract 14	
Oil and Gas Lease:	Federal Oil and Gas Lease NMLC 0065880, dated 9/1/1948, covering Lot 1, Section 30, T-26-S, R-33-E, Lea County, NM
Operator(s):	Sahara Operating Company
Surface Owner:	N/A
Other Affected Parties:	Acme Land Company Estate of JP McNaughton KEC Acquisition Corp. Estate of JM Zachary Nations Bank Estate of Charles P. Miller Estate of Porter Brown American Production Partnership VI Ltd. American Production Partnership VII Ltd. American Exploration Acquisition VI Corp. New York Life Oil & Gas Productions II-G New York Life Oil & Gas Productions II-E New York Life Oil & Gas Productions II-F New York Life Oil & Gas Productions III-B Diverse GP III Monarch Bay, Ltd. Castleton, Ltd. HEF-LIN Energy Corporation Warwick-Ares, LLC Synder Petroleum Corporation Bureau of Land Management

Tracts

Tract 15	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 02719-A, dated 4/1/1952, covering, among other lands, S/2 NE/4, Section 30, T-26-S, R-33-E, Lea County, NM
Operator(s):	None
Surface Owner:	N/A
Other Affected Parties:	Acme Land Company ConocoPhillips Company Bureau of Land Management
Tract 16	
Oil and Gas Lease:	Federal Oil and Gas Lease NMNM 027510, dated 4/1/1952, covering, among other lands, Lot 2 and SE/4 NW/4, Section 30, T-26-S, R-33-E, Lea County, NM
Operator(s):	Sahara Operating Company
Surface Owner:	N/A
Other Affected Parties:	Acme Land Company ConocoPhillips Company Bureau of Land Management

Tracts

Tract 17	
Oil and Gas Lease:	Federal Oil and Gas Lease NMLC 071985, dated 7/1/1951, covering NE/4 NE/4 of Section 25, T-26-S, R-32-E, Lea County, NM
Operator(s):	ConocoPhillips Company Sahara Operating Company
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management
Tract 18	
Oil and Gas Lease:	Federal Oil and Gas Lease NMLC 0069515, dated 9/1/1951, covering W/2 E/2, E/2 SE/4, and SE/4 NE/4 of Section 25, T-26-S, R-32-E, Lea County, NM
Operator(s):	ConocoPhillips Company Sahara Operating Company
Surface Owner:	N/A
Other Affected Parties:	Bureau of Land Management

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION OF CHEVRON U.S.A. INC.
FOR A GAS CAPTURE PILOT PROJECT
INVOLVING THE OCCASIONAL
INJECTION OF PRODUCED GAS INTO THE
BONE SPRING FORMATION,
LEA COUNTY, NEW MEXICO.**

CASE NO. 21020

AFFIDAVIT

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

Adam G. Rankin, attorney in fact and authorized representative of Chevron U.S.A. Inc.,
the Applicant herein, being first duly sworn, upon oath, states that the above-referenced
Application has been provided under the notice letters and proof of receipts attached hereto.



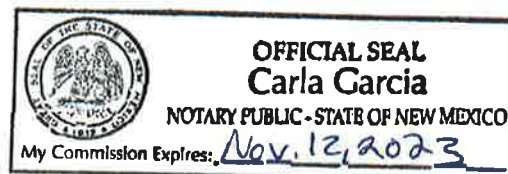
Adam G. Rankin

SUBSCRIBED AND SWORN to before me this 2nd day of April, 2020 by Adam G.
Rankin.


Notary Public

My Commission Expires:

Nov. 12, 2023



BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 33
Submitted by: **Chevron U.S.A. Inc.**
Hearing Date: April 16, 2020
Case No. 21020

Chevron - Salado Draw Gas 2H-5H Case No. 21020_Postal Delivery Report

Tracking Number	Recipient	Status
9214890194038304145980	(Nations Bank PO BOX 2546 Fort Worth TX 76113	Delivered Signature Received
9214890194038303894070	(ACME Land Co PO BOX 66 Joplin MO 64802	Delivered Signature Received
9214890194038303894087	(American Exploration Acquisition VI CORP 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894094	(American Production Partnership P VI LTD 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894100	(American Production Partnership VII LTD 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894117	(Atlas OBO Energy LP 3501 Allen Parkway Houston TX 77019-1809	Delivered Signature Received
9214890194038303894124	(BPA America Production Co PO BOX 3092 Houston TX 77253-3092	Returned
9214890194038303894131	(BTA Oil Producers 104 S Pecos St Midland TX 79701	Delivered Signature Received
9214890194038303894148	(Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	Delivered Signature Received
9214890194038303894155	(Bureau of Land Management 620 E Greene St Carlsbad NM 88220	Delivered Signature Received
9214890194038303894162	(Castleton Ltd 510 Hearn St Ste 200 Austin TX 78703	Delivered Signature Received
9214890194038303894179	(COG Operating LLC PO BOX 849929 Dallas TX 75284-9929	Delivered Signature Received
9214890194038303894186	(COG Operating LLC 600 W Illinois Ave Midland TX 79701-4882	Delivered Signature Received
9214890194038303894193	(Concho Oil & Gas LLC 600 W Illinois Ave Midland TX 79701-4882	Delivered Signature Received
9214890194038303894209	(ConocoPhillips Company PO BOX 2197 Houston TX 77252	Delivered Signature Received
9214890194038303894216	(Diverse GP III 19500 State Highway 249 Ste 640 Houston TX 77070	Delivered Signature Received
9214890194038303894223	(Encana Oil & Gas (USA) Inc 370 17TH ST #1700 Denver CO 80202	Delivered Signature Received
9214890194038303894230	(EOG Resources Inc PO BOX 4362 Houston TX 77210-4362	Delivered Signature Received
9214890194038303894247	(Estate Of Charles Miller PO BOX 417 Hobbs NM 88240	Return To Sender
9214890194038303894254	(Estate Of JM Zachary 1205 Commerce St Fort Worth TX 76102-6430	Return To Sender
9214890194038303894261	(Estate Of JP McNaughton 500 Throckmorton St Fort Worth TX 76102	Return To Sender
9214890194038303894278	(HEF-LIN Energy Corporation 510 Hearn St Ste 200 Austin TX 78703	Delivered Signature Received
9214890194038303894285	(KEC Acquisition Corp 700 Louisiana St #2100 Houston TX 77002-2728	Returned
9214890194038303894292	(Magnum Hunter Production Inc 202 S Cheyenne Ave STE 1000 Tulsa OK 74103-3001	Delivered Signature Received
9214890194038303894308	(Monarch Bay Ltd 510 Hearn St Ste 200 Austin TX 78703	Delivered Signature Received
9214890194038303894315	(Muleshoe Crude LP 101 Blackberry Ct Midland TX 79705	Delivered Signature Received
9214890194038303894322	(Nations Bank PO BOX 2546 Fort Worth TX 76113	In-Transit
9214890194038303894339	(New York Life Oil & Gas Productions II-E 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894346	(New York Life Oil & Gas Productions II-F 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894353	(New York Life Oil & Gas Productions II-G 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894360	(New York Life Oil & Gas Productions III-B 1331 Lamar Street STE 900 Houston TX 77010	Return To Sender
9214890194038303894377	(Occidental Permian LP 5 E Greenway Plaza #110 Houston TX 77046-0521	Delivered Signature Received
9214890194038303894384	(Royalty Clearinghouse 2003 LLC 401 Congress Ave Ste 1750 Austin TX 78701	Delivered Signature Received
9214890194038303894391	(RSC Resources LP PO BOX 8329 Horseshoe Bay TX 78657	Delivered Signature Received
9214890194038303894407	(Sagebrush Interest LLC 2450 Fondren Rd Ste 112 Houston TX 77063	Delivered Signature Received

Chevron - Salado Draw Gas 2H-5H Case No. 21020_ Postal Delivery Report

9214890194038303894414 (Sahara Operating Co PO BOX 4130 Midland TX 79704	Delivered Signature Received
9214890194038303894421 (Snyder Petroleum Corporation PO BOX 3010 Cody WY 82414	Delivered Signature Received
9214890194038303894438 (State of New Mexico Land Office 310 Old Santa Fe Trail Santa Fe NM 87501	Delivered Signature Received
9214890194038303894445 (Warwick-Ares LLC 6608 N Western Ave Box 417 Oklahoma City OK 73116	Delivered Signature Received
9214890194038306898839 (Pioneer Natural Resources Inc 3617 N Big Spring St Midland TX 79705-4569	Delivered Signature Received
9214890194038306898846 (Peak 9 Production Company PO BOX 10280 Midland TX 79702	Returned
9214890194038306898853 (Pioneer Exploration LTD 15603 Kuykendahl Rd Ste 200 Houston TX 77090-3655	Delivered Signature Received
9214890194038306898860 (WTG Exploration Inc 401 W Wadley Ave Midland TX 79705-5339	Returned
9214890194038306898877 (Jennings Drilling Company PO BOX 2010 Hobbs NM 88240	Returned
9214890194038306898884 (Alton C White 3112 Above Stratford PL Austin TX 78746	Returned
9214890194038306898891 (Louise C Summers 1004 Sandia Dr Hobbs NM 88240-5350	Return To Sender
9214890194038306898907 (Louise C Summers 419 W Cain St Hobbs NM 88240	Delivered Signature Received
9214890194038306898914 (Estate of Burton Veteto 607 Abo Hobbs NM 88240	Delivered Signature Received
9214890194038306898921 (Childress Royalty Company 411 W 5th St Joplin MO 64801	



February 19, 2020

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED**TO: AFFECTED PARTIES****Re: Application of Chevron U.S.A. Inc. For A Gas Capture Pilot Project Involving
The Occasional Injection of Produced Gas Into The Bone Spring Formation,
Lea County, New Mexico.**

- **Salado Draw 19 26 33 Federal Com 2H well (API No. 30-025-42662)**
- **Salado Draw 19 26 33 Federal Com 5H well (API No. 30-025-42797)**

Ladies & Gentlemen:

This letter is to advise you that Chevron U.S.A Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on March 19, 2020, and the status of the hearing can be monitored through the Division's website at <http://www.emnrd.state.nm.us/ocd/>. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter please contact Jason Parizek, Project Manager, at 432-687-7558 or at JRParizek@chevron.com.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR CHEVRON U.S.A., INC.



January 10, 2020

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED**TO: AFFECTED PARTIES****Re: Application of Chevron U.S.A. Inc. For A Gas Capture Pilot Project Involving
The Occasional Injection of Produced Gas Into The Bone Spring Formation,
Lea County, New Mexico.**

- **Salado Draw 19 26 33 Federal Com 2H well (API No. 30-025-42662)**
- **Salado Draw 19 26 33 Federal Com 5H well (API No. 30-025-42797)**

Ladies & Gentlemen:

This letter is to advise you that Chevron U.S.A Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on February 6, 2020, and the status of the hearing can be monitored through the Division's website at <http://www.emnrd.state.nm.us/ocd/>. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter please contact Jason Parizek, Project Manager, at 432-687-7558 or at JRParizek@chevron.com.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR CHEVRON U.S.A., INC.



UNITED STATES
POSTAL SERVICE®

\$5.90x 10 = \$59.00

Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Shipment Date: 02/19/2020

Shipped From:

Name: HOLLAND & HART LLP (1)

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Chevron - Salado Draw 2H, 5H Notice List Additions

Case No. 21020

CM# 79044.0002

Missed Notice Parties

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	10
Total	10

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0020 3869 23





UNITED STATES
POSTAL SERVICE®

Firm Mailing Book For Accountable Mail

Name and Address of Sender		Check type of mail or service		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.	
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)			
1.	9214 8901 9403 8306 8988 39	Pioneer Natural Resources Inc 3617 N Big Spring St Midland TX 79705-4569		Postage	Handling Charge - If Registered and over \$50,000 in value
2.	9214 8901 9403 8306 8988 46	Peak 9 Production Company PO BOX 10280 Midland TX 79702		Postage	Handling Charge - If Registered and over \$50,000 in value
3.	9214 8901 9403 8306 8988 53	Pioneer Exploration LTD 15603 Kuykendahl Rd. Site 200 Houston TX 77090-3655		Postage	Handling Charge - If Registered and over \$50,000 in value
4.	9214 8901 9403 8306 8988 60	WTG Exploration Inc 401 W Whalley Ave Midland TX 79705-5339		Postage	Handling Charge - If Registered and over \$50,000 in value
5.	9214 8901 9403 8306 8988 77	Jennings Drilling Company PO BOX 2010 Hobbs NM 88240		Postage	Handling Charge - If Registered and over \$50,000 in value
6.	9214 8901 9403 8306 8988 84	Allon C White 3112 Above Stratford PL Austin TX 78746		Postage	Handling Charge - If Registered and over \$50,000 in value
7.	9214 8901 9403 8306 8988 91	Louise C Summers 1004 Sandia Dr Hobbs NM 88240-5350		Postage	Handling Charge - If Registered and over \$50,000 in value
8.	9214 8901 9403 8306 8988 07	Louise C Summers 419 W Cain St Hobbs NM 88240		Postage	Handling Charge - If Registered and over \$50,000 in value
Total Number of Pieces Listed by Sender 10		Total Number of Pieces Received at Post Office		Postmaster, Per (Name of receiving employee)	



Firm Mailing Book For Accountable Mail

[illegible]

\$5.75



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

CHevron - Salado Draw 2H, 5H Wells
Case No. 21020
CM# 79044.0002

Shipment Date: 01/15/2020

Shipped From:

Name: HOLLAND & HART LLP (1)

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	1
Total	1

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0019 5818 34





Firm Mailing Book For Accountable Mail

[illegible]



\$5.75 x 38 = \$218.50

Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, must match the labeled packages being presented to the USPS® employee with this form.

Chevron - Salado Draw Gas 2H, 5H
Case No. 21020
CM# 79044.0002

Shipment Date: 01/10/2020

Shipped From:

Name: HOLLAND & HART LLP (1)

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	38
Total	38

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0019 4835 10



Firm Mailing Book For Accountable Mail

Name and Address of Sender		Check type of mail or service		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.												
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage	(Extra Services) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
1.	9214 8901 9403 8303 8840 70	ACME Land Co PO BOX 66 Joplin MO 64602		0.65	3.50								1.60			
2.	9214 8901 9403 8303 8840 87	American Exploration Acquisition VI CORP 1331 Lamar Street STE 900 Houston TX 77010		0.65	3.50								1.60			
3.	9214 8901 9403 8303 8840 94	American Production Partnership P VI LTD 1331 Lamar Street STE 900 Houston TX 77010		0.65	3.50								1.60			
4.	9214 8901 9403 8303 8841 00	American Production Partnership VI LTD 1331 Lamar Street STE 900 Houston TX 77010		0.65	3.50								1.60			
5.	9214 8901 9403 8303 8841 17	Atlas OBO Energy LP 3501 Allen Parkway Houston TX 77019-1009		0.65	3.50								1.60			
6.	9214 8901 9403 8303 8841 24	BPA America Production Co PO BOX 8052 Houston TX 77253-3052		0.65	3.50								1.60			
7.	9214 8901 9403 8303 8841 31	BTA Oil Producers 104 S Pecos St Midland TX 79701		0.65	3.50								1.60			
8.	9214 8901 9403 8303 8841 48	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508		0.65	3.50								1.60			

Total Number of Pieces Listed by Sender 38

Total Number of Pieces Received at Post Office 38

Postmaster, For (Name of receiving employee)



Firm Mailing Book For Accountable Mail

Name and Address of Sender

Holland & Hart LLP (1)
110 N Guadalupe St # 1
Santa Fe NM 87501

Check type of mail or service

- ☐ Adult Signature Required
☐ Adult Signature Restricted Delivery
☒ Certified Mail
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery (COD)
☐ Insured Mail
☐ Priority Mail
- ☐ Priority Mail Express
☐ Registered Mail
☐ Return Receipt for Merchandise
☐ Signature Confirmation
☐ Signature Confirmation Restricted Delivery

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certificate of mailing or for
additional copies of this receipt).
Postmark with Date of Receipt

USPS Tracking/Article Number

Addressee (Name, Street, City, State, & ZIP Code™)

	Postage	(Extra Services) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
9. 9214 8901 9403 8303 8941 55	0.65	3.50								1.60			
10. 9214 8901 9403 8303 8941 62	0.65	3.50								1.60			
11. 9214 8901 9403 8303 8941 79	0.65	3.50								1.60			
12. 9214 8901 9403 8303 8941 96	0.65	3.50								1.60			
13. 9214 8901 9403 8303 8941 93	0.65	3.50								1.60			
14. 9214 8901 9403 8303 8942 09	0.65	3.50								1.60			
15. 9214 8901 9403 8303 8942 16	0.65	3.50								1.60			
16. 9214 8901 9403 8303 8942 23	0.65	3.50								1.60			

Total Number of Pieces Listed by Sender

Postmaster, Per (Name of receiving employee)

38

PS Form 3877, April 2015 (Page 2 of 5)

Complete in Ink

Privacy Notice: For more information on USPS privacy policies, visit usps.com/privacypolicy.



Firm Mailing Book For Accountable Mail

Name and Address of Sender

Holland & Hart LLP (1)
110 N Guadalupe St # 1
Santa Fe NM 87501

Check type of mail or service

- ☐ Adult Signature Required
☐ Adult Signature Restricted Delivery
☒ Certified Mail
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery (COD)
☐ Insured Mail
☐ Priority Mail
- ☐ Priority Mail Express
☐ Registered Mail
☐ Return Receipt for Merchandise
☐ Signature Confirmation
☐ Signature Confirmation Restricted Delivery

Affix Stamp Here
(If issued as an international
certificate of mailing or for
additional copies of this receipt).
Postmark with Date of Receipt.

USPS Tracking/Article Number	Addressee (Name, Street, City, State, & ZIP Code™)	Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
17. 9214 8901 9403 8303 8942 30	BOG Resources Inc PO BOX 4362 Houston TX 77210-4362	0.65	3.50								1.60			
18. 9214 8901 9403 8303 8942 47	Estate Of Charles Miller PO BOX 417 Hobbs NM 86240	0.65	3.50								1.60			
19. 9214 8901 9403 8303 8942 54	Estate Of JM Zachary 1205 Commerce St Fort Worth TX 76102-6430	0.65	3.50								1.60			
20. 9214 8901 9403 8303 8942 61	Estate Of JP McLaughlin 500 Throckmorton St Fort Worth TX 76102	0.65	3.50								1.60			
21. 9214 8901 9403 8303 8942 78	HEF-LIN Energy Corporation 510 Meam St, Ste 200 Austin TX 78703	0.65	3.50								1.60			
22. 9214 8901 9403 8303 8942 85	NEC Acquisition Corp 700 Louisiana St #2100 Houston TX 77002-2728	0.65	3.50								1.60			
23. 9214 8901 9403 8303 8942 92	Magnus Hunter Production Inc 202 S Chelyenne Ave STE 1000 Tulsa OK 74103-3001	0.65	3.50								1.60			
24. 9214 8901 9403 8303 8943 06	Monarch Bay Ltd 510 Meam St, Ste 200 Austin TX 78703	0.65	3.50								1.60			

Total Number of Pieces Listed by Sender
38

Total Number of Pieces Received at Post Office

Postmaster, Per (Name of receiving employee)



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP (1) 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service ☐ Adult Signature Required ☐ Adult Signature Restricted Delivery ☒ Certified Mail ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery (COD) ☐ Insured Mail ☐ Priority Mail		Priority Mail Express ☐ Registered Mail ☐ Return Receipt for Merchandise ☐ Signature Confirmation ☐ Signature Confirmation Restricted Delivery		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.																					
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage (Extra Services) Fee		Handling Charge		Actual Value if Registered		Insured Value		Due Sender if COD		ASR Fee		ASRD Fee		RD Fee		RR Fee		SC Fee		SCRD Fee		SH Fee	
25. 9214 8901 9403 8303 8943 15		Muleshoe Cude LP 101 Blackberry Ct Midland TX 79705		0.65 3.50																1.60							
26. 9214 8901 9403 8303 8943 22		Nations Bank PO BOX 2548 Fort Worth TX 76113		0.65 3.50																1.60							
27. 9214 8901 9403 8303 8943 39		New York Life Oil & Gas Productions L-5 1331 Lamar Street STE 900 Houston TX 77010		0.65 3.50																1.60							
28. 9214 8901 9403 8303 8943 46		New York Life Oil & Gas Productions L-5 1331 Lamar Street STE 900 Houston TX 77010		0.65 3.50																1.60							
29. 9214 8901 9403 8303 8943 53		New York Life Oil & Gas Productions L-5 1331 Lamar Street STE 900 Houston TX 77010		0.65 3.50																1.60							
30. 9214 8901 9403 8303 8943 60		New York Life Oil & Gas Productions L-5 1331 Lamar Street STE 900 Houston TX 77010		0.65 3.50																1.60							
31. 9214 8901 9403 8303 8943 77		Occidental Petroleum LP 5 E Greenway Plaza #110 Houston TX 77045-0321		0.65 3.50																1.60							
32. 9214 8901 9403 8303 8943 84		Realty Clearinghouse 2003 LLC 401 Congress Ave Ste 1190 Austin TX 78701		0.65 3.50																1.60							
Total Number of Pieces Listed by Sender 38		Total Number of Pieces Received at Post Office		Postmaster, Per (Name of receiving employee)																							



Firm Mailing Book For Accountable Mail

Name and Address of Sender		Check type of mail or service		Affix Stamp Here (If issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.												
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage	Extra Service Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
33.	9214 8901 9403 8303 8943 91	RSC Resources LP PO BOX 8303 Houston Bay TX 77057		0.65	3.50								1.60			
34.	9214 8901 9403 8303 8944 07	Sagebrush Interiors LLC 2450 Fordham Rd Ste 112 Houston TX 77063		0.65	3.50								1.60			
35.	9214 8901 9403 8303 8944 14	Sahara Operating Co PO BOX 4130 Midland TX 79704		0.65	3.50								1.60			
36.	9214 8901 9403 8303 8944 21	Smiley Petroleum Corporation PO BOX 3010 Cody WY 82414		0.65	3.50								1.60			
37.	9214 8901 9403 8303 8944 38	State of New Mexico Land Office 310 Old Santa Fe Trail Santa Fe NM 87501		0.65	3.50								1.60			
38.	9214 8901 9403 8303 8944 45	Westwood-Aries LLC 6808 N Western Ave Box 437 Oklahoma City OK 73116		0.65	3.50								1.60			
Total Number of Pieces Listed by Sender		Total Number of Pieces Received at Post Office		Handling Charge - If Registered and over \$50.00 in value												
38		38														

Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated
January 22, 2020
and ending with the issue dated
January 22, 2020.



Publisher

Sworn and subscribed to before me this
22nd day of January 2020.



Business Manager



This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE January 22, 2020

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold a public hearing before a hearing examiner on February 6, 2020, 8:15 a.m., in Porter Hall, 1st Floor, Wendell Chino Building, 1220 South St. Francis, Santa Fe, New Mexico. The docket may be viewed electronically on the Division's website, <http://www.emnrd.state.nm.us/OC/D/hearings.html> or obtained from Florene Davidson, OCD Clerk, at (505) 478-3458. Documents filed in the case may be viewed at <http://ocdimage.emnrd.state.nm.us/Imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Florene Davidson, OCD Clerk, at (505) 478-3458, or at the New Mexico Relay Network, 1-800-659-1779, no later than January 27, 2020.

STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All affected parties, including: Acme Land Co.; American Exploration Acquisition VI Corp; American Production Partnership VI Ltd; American Production Partnership VII Ltd; Atlas OBO Energy LP; BP America Production Co.; BTA Oil Producers; Bureau of Land Management; Castleton, Ltd; COG Operating LLC; Concho Oil & Gas LLC; ConocoPhillips Company; Diverse GP III; Encana Oil & Gas (USA) Inc; EOG Resources Inc.; Estate of Charles Miller, his heirs and devisees; Estate of JM Zachary, his heirs and devisees; Estate of JP McNaughton, his heirs and devisees; Estate of Porter Brown, his heirs and devisees; Hef-Lin Energy Corporation; KEC Acquisition Corp; Magnum Hunter Production Inc; Monarch Bay Ltd; Muleshoe Crude LP; Nations Bank; New York Life Oil & Gas Production II-E; New York Life Oil & Gas Production II-F; New York Life Oil & Gas Production II-G; New York Life Oil & Gas Production III-B; Occidental Permian LP; Royalty Clearinghouse 2003 LLC; RSC Resources LP; Sagebrush Interest LLC; Sahara Operating Co.; Snyder Petroleum Corporation; State of New Mexico Land Office; Warwick-Ares, LLC; Occidental Permian LP.

Case No. 21020: Application of Chevron U.S.A. Inc. For A Gas Capture Pilot Project Involving The Occasional Injection of Produced Gas Into The Bone Spring Formation, Lea County, New Mexico. Applicant in the above-styled cause seeks an order authorizing a gas capture pilot project in the Avalon Shale interval of the Bone Spring formation (WC-025 G-06 S263319P; BONE SPRING Pool (97955)) underlying Section 19, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. Applicant seeks authority to use the following producing horizontal wells for the occasional injection of produced gas:

- The Salado Draw 19 26 33 Federal Com 2H well (API No. 30-025-42662) located in the NW/4 NW/4 (Unit D), and
- The Salado Draw 19 26 33 Federal Com 5H well (API No. 30-025-42797) located in the NW/4 NE/4 (Unit B).

Injection will occur at a total vertical depth of approximately 9122 feet to 9196 feet along the horizontal portion of the wellbores at surface injection pressures of no more than 1250 psi. The source of the produced gas will be the Bone Spring and Wolfcamp formations delivered to three central tank batteries located in Section 23, Township 26 South, Range 32 East, and Sections 19 & 29, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. #35097

67100754

00238568

HOLLAND & HART LLC
PO BOX 2208
SANTA FE,, NM 87504-2208

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. 34

Submitted by: Chevron U.S.A. Inc.

Hearing Date: April 16, 2020

Case No. 21020

Affidavit of Publication

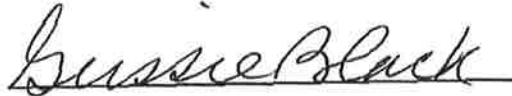
STATE OF NEW MEXICO
COUNTY OF LEA

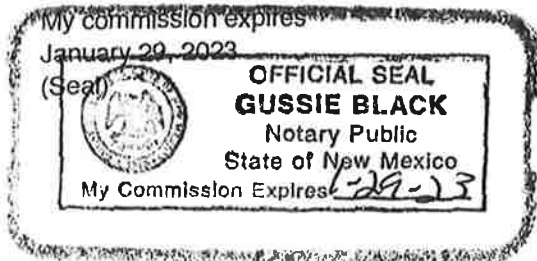
I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated
February 25, 2020
and ending with the issue dated
February 25, 2020.


Publisher

Sworn and subscribed to before me this
25th day of February 2020.


Business Manager



This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL

LEGAL

LEGAL

LEGAL NOTICE FEBRUARY 25, 2020

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold a public hearing before a hearing examiner on **March 19, 2020, 8:15 a.m.**, in Porter Hall, 1st Floor, Wendell Chino Building, 1220 South St. Francis, Santa Fe, New Mexico. The docket may be viewed electronically on the Division's website, <http://www.emnrd.state.nm.us/OCD/hearings.html> or obtained from Florene Davidson, OCD Clerk, at (505) 476-3458. Documents filed in the case may be viewed at <http://ocdimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Florene Davidson, OCD Clerk, at (505) 476-3458, or at the New Mexico Relay Network, 1-800-659-1779, no later than **March 9, 2020**.

STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All affected parties, including: Pioneer Natural Resources, Inc.; Peak 9 Production Company; Pioneer Exploration LTD; WTG Exploration Inc.; Jennings Drilling Company; Alton C. White, his heirs and devisees; Louise C. Summers, her heirs and devisees; Estate of Burton Veteto, his heirs and devisees; and Childress Royalty Company.

Case No. 21020: Application of Chevron U.S.A. Inc. For A Gas Capture Pilot Project Involving The Occasional Injection of Produced Gas Into The Bone Spring Formation, Lea County, New Mexico. Applicant in the above-styled cause seeks an order authorizing a gas capture pilot project in the Avalon Shale interval of the Bone Spring formation (WC-025 G-06 S263319P; BONE SPRING Pool (97955)) underlying Section 19, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. Applicant seeks authority to use the following producing horizontal wells for the occasional injection of produced gas:

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- The Salado Draw 19 26 33 Federal Com 5H well (API No. 30-025-42797) located in the NW/4 NE/4 (Unit B).

Injection will occur at a total vertical depth of approximately 9122 feet to 9196 feet along the horizontal portion of the wellbores at surface injection pressures of no more than 1250 psi. The source of the produced gas will be the Bone Spring and Wolfcamp formations delivered to three central tank batteries located in Section 23, Township 26 South, Range 32 East, and Sections 19 & 29, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. #35244

67100754

00239835

HOLLAND & HART LLC
PO BOX 2208
SANTA FE, NM 87504-2208