

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

**APPLICATION OF CHEVRON U.S.A. INC.  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT, AND COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 15160**

**CHEVRON'S PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by Chevron U.S.A. Inc. ("Chevron") as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Chevron U.S.A. Inc.  
1400 Smith Street  
Houston, Texas 77002

**ATTORNEY**

Michael H. Feldewert  
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**STATEMENT OF THE CASE**

Chevron seeks an order (1) creating a 160-acre spacing and proration unit comprised of the W/2W/2 of Section 14, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. This non-standard spacing and proration unit will be the project area for the proposed **Gramma Ridge 14-24-34-2H Well**, which will be horizontally drilled from a surface location in the NW/4NW/4 (Unit D) to a standard bottom hole location in SW/4SW/4 (Unit M) of Section

14. The completed interval for this well will remain within the 330-foot standard offset required by Division rules.

**APPLICANT'S PROPOSED EVIDENCE**

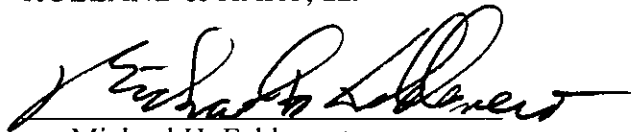
<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Cody Cole Petroleum Landman	Approx. 10 mins.	Approx. 5.
Fred Verner Petroleum Geologist	Approx. 10 mins.	Approx 5.

**PROCEDURAL MATTERS**

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP



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