

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

**APPLICATION OF CHEVRON U.S.A. INC.
FOR APPROVAL OF THE POLVADERA UNIT,
LEA COUNTY, NEW MEXICO.**

2011 MAR 14 P 2:55
RECEIVED OGD
CASE NO. 15677

APPLICATION

Chevron U.S.A. Inc. ("Chevron") files this application for an order approving its Polvadera Unit. In support of its application, Chevron states:

1. The proposed Unit Area consists of approximately 1,920.00 acres of the following Federal lands situated in Lea County, New Mexico:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M.

Section 14: All
Section 15: All
Section 23: All

2. Chevron is the designated operator under the Unit Agreement and the unitized interval is the stratigraphic equivalent of the top of the Bone Spring Formation encountered at a true vertical depth of 8,800 feet down to the stratigraphic equivalent of the base of the Bone Spring formation at a true vertical depth of 11,950 feet as encountered in the Salado Draw SWD 13-1 Well (API #30-025-42354), Section 13, Township 26 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

3. Chevron is the only working interest owner in the proposed Unit. Chevron therefore has sufficient interest within the proposed Unit Area to provide effective control of unit operations.


4. Chevron has met with the Bureau of Land Management and has received preliminary approval of the Unit Agreement.

5. The Unit Agreement, and the unitized operation and management of the Unit Area, are in the best interests of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Chevron requests that this Application be set for hearing before an Examiner of the Oil Conservation Division on April 13, 2017, and that after notice and hearing as required by law, the Division enter its order granting this Application.

Respectfully submitted,

HOLLAND & HART LLP

By: 
Michael H. Feldewert
Jordan L. Kessler
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

ATTORNEYS FOR CHEVRON U.S.A. INC.

CASE 15677: Application Of Chevron USA Inc. For Approval Of The Polvadera Unit, Lea County, New Mexico. Applicant seeks approval of its Polvadera Unit consisting of approximately 1,920.00 acres of the following Federal lands situated in Lea County, New Mexico:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, N.M.P.M.

Section 14: All

Section 15: All

Section 23: All

The unitized interval is the stratigraphic equivalent of the top of the Bone Spring Formation encountered at a true vertical depth of 8,800 feet down to the stratigraphic equivalent of the base of the Bone Spring formation at a true vertical depth of 11,950 feet as encountered in the Salado Draw SWD 13-1 Well (API #30-025-42354), Section 13, Township 26 South, Range 32 East, N.M.P.M., Lea County, New Mexico. The subject acreage is located approximately 33 miles west of Jal, New Mexico.