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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 14593

AMENDED APPLICATION OF CHEVRON USA, INC. FOR APPROVALOR OF A SALT WATER DISPOSAL WELLEDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart, LLP on behalf of Chevron U.S.A., Inc. as required by Oil Conservation Rule 19.15.14 204 B NMAC.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Chevron USA, Inc.

William F. Carr, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

STATEMENT OF CASE

Chevron U.S.A., Inc. seeks approval to utilize its Skelly Unit No. 902 Well (API No. 30-015-29322), located 1650 feet from the North line and 990 feet from the West line (Unit E) of Section 15, Township 17 South, Range 31 East, NMPM, to inject up to 10,000 barrels of water per day, at a maximum pressure of 1684 psi, into the Lower Abo formation in an open-hole interval from 8418 feet to 8530 feet, into the Undesignated Wolfcamp formation in the perforated interval from 8552 feet to 9134 and into the Cisco formation in the perforated interval from 9700 feet to 9766 feet.

PROPOSED EVIDENCE

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Daniel Pequeno Landman (Or other land witness)	Approx. 10 Min.	1 Exhibit
Edgar Acero Production Engineer	Approx. 20 Min.	4 Exhibits

PROCEDURAL MATTERS

Chevron has none at this time

Respectfully Submitted, HOLLAND & HART LLP

William F. Carr

Post Office Box 2208

Santa Fe, New Mexico 87504

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