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

IN THE MATTER OF THE APPLICATION OF CHEVRON USA, INC., APPROVAL OF A SALT WATER DISPOSAL WELL EDDY COUNTY, NEW MEXICO

1971 . Alt

1 . . .

CASE NO. 14593

AFFIDAVIT

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

William F. Carr, attorney in fact and authorized representative of Chevron USA Inc., the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.

SUBCRIBED AND SWORN to before me this 16th day of March 2011 by William F. Carr.

Notary Public

3-17-12 My Commission Expires:



BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Case No. 14593 Exhibit No. 1 Submitted by: CHEVRON USA, INC. Hearing Date: March 17, 2011

Affidavit of Publication	Copy of Publication:
NO. 2154	
STATE OF NEW MEXICO	
	ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION
County of Eddy:	SANTA FE, NEW MEXICO
Walter L. Green Walter L. Joen	The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public
Walter L. Green Willer J. freen	hearing to be held at 8.15 A.M. on March 17, 2011, in the Oil Conservation Division Hearing Room at 1220 South St: Francis, Santa Fe, New Mexico, before an examiner.
being duly sworn, says that he is the Publisher	duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary
	aid or service to attend or participate in the hearing, please contact. Florene Davidson
of the Artesia Daily Press, a daily newspaper of genera	
	in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.
circulation, published in English at Artesia, said county	STATE OF NEW MEXICO TO: All named parties and persons
and state, and that the hereto attached	having any right, title, interest or claim in the following cases
	and notice to the public.
Legal Notice	(NOTE: All land descriptions herein, refer to the New Mexico Principal Meridian whether or not so stated.)
	CASE 14593.
was published in a regular and entire issue of the said	Second Amended Application of Chevron U.S.A., Inc. for ap-
	proval of a salt water disposal well, Eddy County, New Mexico, Applicant seeks approval to utilize its Skelly Unit No. 902 Well (API
Artesia Daily Press, a daily newspaper duly qualified	No. 30-015-29322) located 1650 feet from the North line and 990
for that purpose within the meaning of Chapter 167 of	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 Wolfcamp and Cisco formations in a lateral open-hole interval from 8418 feet to

10534 feet and the perforated interval from 8552 feet to 9766 feet. This well is located approximately 8 miles northeast of Loco Hills,

sion at Santa Fe, New Mexico on this 10th day of February 2011.

Given under the Seal of the State of New Mexico Oil Conservation Divi-

Published in the Artesia Daily Press, Artesia, N.M., February 13, 2011. Legal No.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

15 10

New Mexico.

國7月

21545

2011

RC

- 1月

PSE

Dann/ Scott Notary Public, Eddy County, New Mexico

for that purpose within the meaning of Chapter 167 of

the 1937 Session Laws of the state of New Mexico for

Consecutive weeks/days on the same

February 13, 2011

February

1

day as follows:

First Publication

Second Publication

Third Publication

Fourth Publication

Fifth Publication

15th

Subscribed and sworn to before me this

Wy commission expires

NOTARY PUBLIC-STATE OF NEW ME

day of

OFFICIAL SEAL **Danny Scott**

NOTIFICATION LIST

AMENDED APPLICATION OF CHEVRON U.S.A., INC. FOR SALT WATER DISPOSAL EDDY COUNTY, NEW MEXICO

SKELLY UNIT NO. 902 (API No. 30-015-29322) Section 15, Township 17 South, Range 31 East

SURFACE OWNERSHIP:

Bureau of Land Management Attention: Jim Stovall 620 East Greene Street Carlsbad, New Mexico 87220-6292

State of New Mexico Commissioner of Public Lands Post Office Box 1148 Santa Fe, New Mexico 87504-1148

Leasehold Operators within ½ Mile Area of Review

Apache Corp. 303 Veterans Airpark Lane, Suite 3000 Midland, Texas 79705

BP America Production Company Post Office Box 3092 Houston, Texas 77253

COG Oil & Gas, LP 550 West Texas, Suite 1300 Midland, Texas 79701

Marbob Energy Corporation Post Office Box 227 Artesia, New Mexico 88211

McCombs Energy, LLC 5599 San Felipe, Suite 1200 Houston, Texas 77056

EXHIBIT A

Merit Partners, LP 13727 Noel Road, 500 Dallas, Texas 75251

Merit Energy Partners D-III, LP 13727 Noel Road, 500 Dallas, Texas 75251

Merit Energy Partners III, LP 13727 Noel Road, 500 Dallas, Texas 75251

OXY USA WTP LP Post Office Box 50250 Midland, Texas 79710

Pitch Energy Corporation Post Office Box 304 Artesia, New Mexico 88211

SandRidge Exploration and Production, LLC Attention: Land Department 123 Robert S. Kerr Avenue Oklahoma City, Oklahoma 73102 HOLLAND&HART.

William F. Carr wcarr@hollandhart.com

February 8, 2011

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: AFFECTED OWNERS AND OPERATORS.

Re: Second Amended Application of Chevron U.S.A., Inc. for approval of a salt water disposal well, Eddy County, New Mexico.

Ladies and Gentlemen:

Enclosed is a copy of the second amended application of Chevron U.S.A., Inc. (Oil Conservation Division Form C-108) for approval of a salt water disposal well. Chevron U.S.A., Inc. seeks approval to utilize its Skelly Unit No. 902, (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 Wolfcamp and Cisco formations in a lateral open-hole interval from 8418 feet to10534 feet and the perforated interval from 8552 feet to 9766 feet. This well is located approximately 8 miles northeast of Loco Hills, New Mexico.

This application has been set for hearing before a Division Examiner at 8:15 AM on March 17, 2011. The hearing will be held in Porter Hall in 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 1208.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must 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.

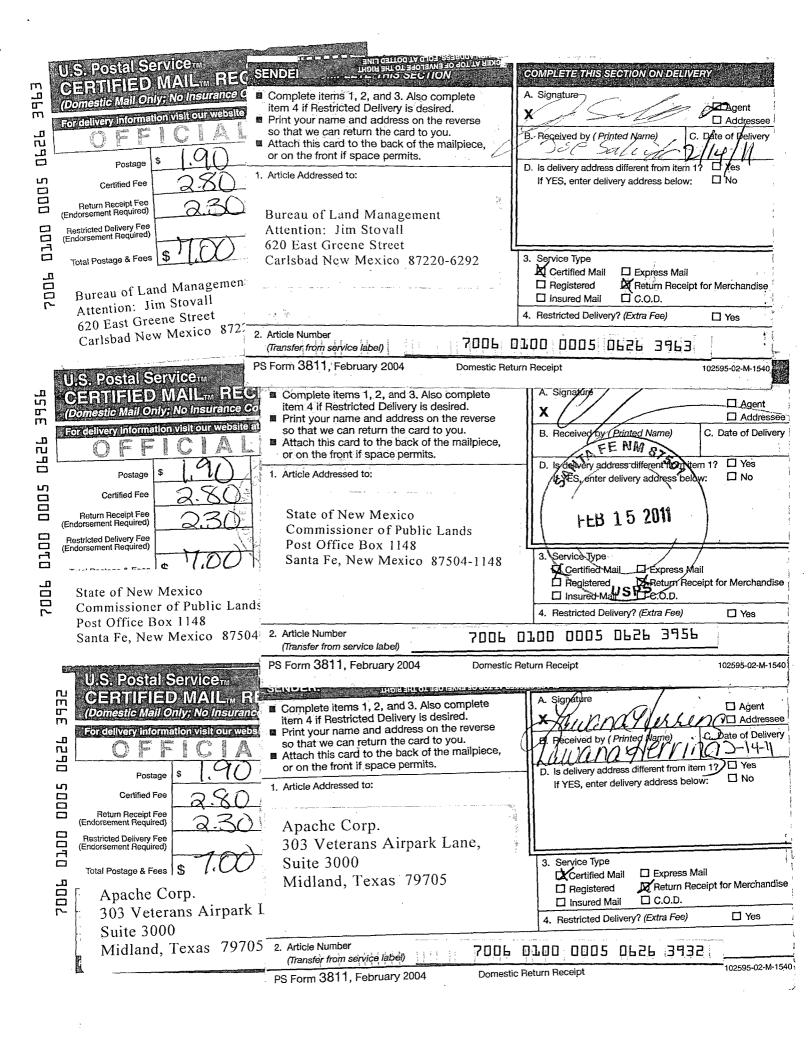
William F. Carr Attorney for Chevron U.S.A., Inc.

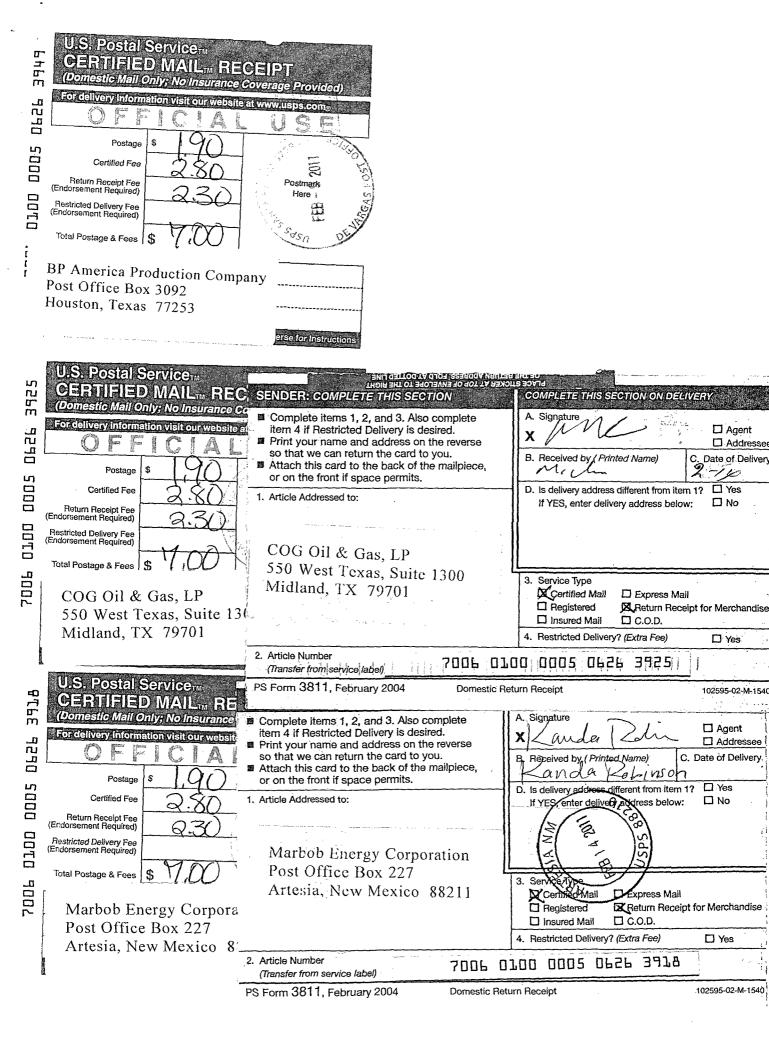
Enclosures

Holland & Hart LLP

Phone [505] 988-4421 Fax [505] 983-6043 www.hollandhart.com.

110 North Guadalupe Suite 1 Santa Fe, NM 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208





102595-02-M-1540

Yes

D Agent

Addressee

Date of Delivery

-10

□ Yes

D No

D Yes

102595-02-M-1540

Agent Agent

C. Date of Delivery

2 Yes

Addressee

