

**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**

New Mexico Oil Conservation Division, District 1
1625 N. French Drive
Hobbs, NM 88240

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.

See Attached

6. If Indian, Alottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

8. Well Name and Number

KEEL 'A' FEDERAL #3, SCOTT 'E' FEDERAL
#1 SPFAF FFFERAI #1

9. API Well No.

SEE ATTACHED

10. Field and Pool, Exploatory Area

Lusk Strwn, Lusk Bn Springs

11. County or Parish, State

Lea, NM

SUBMIT IN TRIPLICATE

1. Type of Well: ☐ OIL WELL ☐ GAS WELL ☐ OTHER

2. Name of Operator
CHEVRON USA INC

3. Address and Telephone No. 15 SMITH RD, MIDLAND, TX 79705 432-687-737

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Unit Letter : Feet From The Line and Feet From The

Line Section *** Township *** Range ***

12. Check Appropriate Box(s) To Indicate Nature of Notice, Report, or Other Data

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> OTHER: Surface Commingling
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

As required by 43 CFR 3162.7-2 and Onshore Oil and Gas Order No. 4, ChevronTexaco is requesting approval of amendment to Commingling Order PLC-264 to Surface Commingle the oil production from the Spear Federal Well No. 1, Keel 'A' Federal Well No. 3, and Scott 'E' Federal Well No. 1.

The oil production from each well/lease will be separately metered prior to commingling. Commingling Order PLC-264 (copy attached), currently provides for the surface commingling of oil production from the North Lusk-Strawn Pool (96678), and the North Lusk-Wolfcamp Pool (41608). The requested amendment is to allow for the additional commingling of Bone Springs production (41450) with that from the pools currently authorized. The Spear #1 and the Scott E. Federal #1 have both been recompleted in the Bone Springs.

The wells will be equipped with a metering test separator for each lease, as shown in the attached process flow diagram, and in accordance with applicable provisions of the NMOCD's "Manual for the Installation and Operation of Commingling Facilities".

Attached in support of this request is a well list with locations, pool numbers, & API numbers, a table showing oil production volumes, API gravities, sulfur analyses, and monetary values for each of the wells/pools proposed for commingling, a proposed schematic diagram for the subject facility, and a lease plat. Commingling will not reduce the actual commercial value of oil or condensate sold from each pool.

Sections 33, 28, ***
T-18S, R32E ***

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct

SIGNATURE Denise Pinkerton TITLE Regulatory Specialist

DATE 5/12/2005

TYPE OR PRINT NAME Denise Pinkerton

(This space for Federal or State office use)

APPROVED DAVID B. GLAN PETROLEUM ENGINEER

CONDITIONS OF APPROVAL, IF ANY:

DATE

JUN 01 2005

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.