December 30, 1998

Administrative Application For Non-Standard Oil Well Location Chevron USA Production Co. Monument "36" State #2 1632' FSL and 1298' FEL Section 36, T18S, R36E North Monument Abo Pool Lea County, New Mexico



Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

NSL-4193 1/6/99

State of New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87504

Attn.: Ms. Lori Wrotenbery -- Director

Chevron U.S.A. respectfully requests your approval of this administrative application for the subject Non-Standard Oil Well Location in the North Monument Abo Pool.

Chevron proposes to drill the Monument "36" State #2 at a non-standard location. The target is a shelf margin Abo carbonate build-up that is defined with wells and 3D seismic. The reason for the location to be non-standard is a major powerline running to the east of the location. The location has to be 150' from the powerline. The North Monument Abo Pool is developed on 40 acre spacing. Chevron operated acreage surrounds the proposed well on all sides. No correlative rights will be violated as ownership does not vary within Section 36.

A Form C-102 plat is attached. The approximate location of the powerline is noted on the C-102 plat. If you have any questions or require any further information concerning this application, please contact me at (915) 687-7152.

Sincerely,

Lloyd V. Trautman Sr. Petroleum Engineer - New Mexico Area

lvt Attachment cc: NMOCD -- Hobbs, NM Conoco J.K. Ripley N.V. Mouser Well File DIS'I'RICT I P.O. Box 1980, Robbs, NM 88241-1980

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P.O. BOX 2088, SANTA FE, N.M. 87504-2088

State of New Mexico

Energy, Minerals and Natural Resources Departmen.

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

API Number Pool Code Pool Name **Property** Code Property Name Well Number MONUMENT 36 STATE 2 OGRID No. **Operator** Name Elevation CHEVRON U.S.A. PRODUCTION CO. 3742 Surface Location UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 36 18 S 36 E 1632 SOUTH 1298 EAST LEA Bottom Hole Location If Different From Surface UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County **Dedicated Acres** Joint or Infill Consolidation Code Order No. NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature Printed Name Title Fower Date Line SURVEYOR CERTIFICATION I hereby certify that the well location shown NEW MEXICO EAST on this plat was plotted from field notes of NAD 1927 actual surveys made by me or under my Y=620374 X=816966 supervison, and that the same is true and correct to the best of my belief. OCTOBER 29, 1998 1298 Date Surveyed DMCC Signature & Set /y Professional Surreyor 1632 pm 11-16-98 **k**98 -11 1351 Certificate No. RONALD J_EIDSON 3239 12641 12185 GARY EIDSON CEL MACON MCDONALD

Roym 149-544605 New Maxics 12.57 Led County, NM Working Juterest-2-36-GAST 50% T- 18- Suth Section 36 ~ 50% OWNERShip (Levinon) CONOCS 034443-002 034443-1



NEW MEXICO I ERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

December 10, 1998

Chevron U.S.A. Production Company P. O. Box 1150 Midland, Texas 79702

Attention: Lloyd V. Trautman

Re: Applications for administrative approval to drill the Monument "36" State Wells No. 1 and 2 at unorthodox oil well locations within either the Undesignated North Monument-Abo or Undesignated Goodwin-Abo Pools: (i) 384' FSL & 1216' FEL (Unit P); and, (ii) 1632' FSL & 1298' FEL (Unit I), respectively, in Section 36, Township 18 South, Range 36 East, NMPM, Lea County, New Mexico.

Dear Mr. Trautman:

I am returning the two referenced applications as incomplete, please refer to Division Rule 104.F(3), see copy attached, and submit all relevant geological data to adequately support both applications. Further, in order to determine that correlative rights of all concerned are being adequately protected and to expedite the review process, please submit a land ownership plat that shows the extent of the Monument "36" State lease. Thank you for your cooperation in this matter.

Sincerely Michael E. Stogner Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Hobbs Kathy Valdes, NMOCD - Santa Fe