

**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. 11935

APPLICATION OF CHEVRON U.S.A.
PRODUCTION COMPANY FOR
REINSTATEMENT OF UNDER-
PRODUCTION FOR ITS FEDERAL
COM. "33" WELL NOS. 1 AND 2
GAS PRORATION UNIT, INDIAN BASIN-
UPPER PENNSYLVANIAN GAS POOL,
EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Chevron U.S.A. Production Company
Post Office Box 1150
Midland, TX 79702
Attn: Greg Roberts
(915) 687-7766

name, address, phone and
contact person

ATTORNEY

William F. Carr, Esq.
Campbell, Carr, Berge & Sheridan, P.A.
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

OPPOSITION OR OTHER PARTY

name, address, phone and
contact person

ATTORNEY

STATEMENT OF CASE

APPLICANT

Chevron U.S.A. Production Company, applicant in the above-styled cause, in accordance with Rule 14(b) of the General Rules for prorated gas pools of New Mexico, seeks an order reinstating canceled underproduction from the proration periods ending in March, 1996 and March, 1997 for a gas proration unit ("GPU") in the Indian Basin-Upper Pennsylvanian Gas Pool consisting of all of Section 33, Township 21 South, Range 23 East, and dedicated to its Federal Com. "33" Well Nos. 1 and 2.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

PROPOSED EVIDENCE

APPLICANT

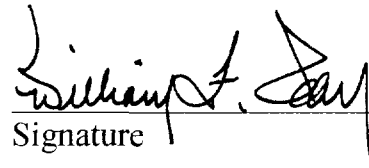
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Greg Roberts, Petroleum Engineer	30 Min.	Approximately 7

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
-----------------------------------	-----------	----------

PROCEDURAL MATTERS

Chevron U.S.A. Production Company respectfully requests that Oil Conservation Division Cases 11935, 11936, 11937 and 11938 be consolidated for the purposes of hearing.



Signature