

December 4, 1996



Administrative Application For Unorthodox
Gas Well Location and Simultaneous Dedication
Eumont Yates 7 Rvrs Qn (Pro Gas) Pool
330' FSL and 990' FEL
Section 6, T-20-S, R-37-E
Lea County, New Mexico

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

Meridian Oil, Inc.
3300 N. "A" Street, Bldg. #6
Midland, Texas 79705

Gentlemen:

Attached is a copy of Chevron's administrative application for NMOCD approval of an Unorthodox Gas Well Location and Simultaneous Dedication in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool.

Chevron plans to re-complete the **G. C. Mathews #12** in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool. It is our desire to also simultaneously dedicate the existing 160-acre Eumont Gas Proration Unit assigned to our G. C. Mathews Well No. 2 [Administrative Order NSP-312] to both wells. As a result, the location of the G. C. Mathews Well No. 12 becomes unorthodox. The location of Well No. 12 is 330 feet FSL and 990 feet FEL of Section 6, T-20-S, R-37-E, NMPM, Lea County, New Mexico.

If you have any questions, please contact me at (915) 687-7246.

Yours very truly,


A. W. Bohling
Petroleum Engineer

awb
Attachments

cc: NMOCD - Hobbs
N. V. Mouser
J. K. Ripley
D. K. Owen
D. K. Beckham
Central Files - Lease and Well Files