

October 3, 1990

Waiver Request
Unorthodox Gas Well Location
and Simultaneous Dedication
Eumont Yates 7 Rivers
Queen (Prorated Gas) Pool
840' FNL and 990' FEL
Section 19, T-19-S, R-37-E, NMPM
Lea County, New Mexico

Shell Western E&P Co. P. O. Box 576 Houston, TX 77001

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 Rivers Queen (Pro Gas) Pool.

Chevron plans to drill and complete the B. V. Culp (NCT-A) Gas Com No. 10 in the Eumont Gas Pool. The proposed well will be located 840' FNL and 990' FEL, Section 19, T-19-S, R-37-E, Lea County, New Mexico. The existing 477 acre gas com dedicated to the Nos. 3 and 9 will be simultaneously dedicated to the proposed well. The proposed unorthodox location was made necessary by topographical constraints prohibiting the orthodox location at 990' FNL and 990' FEL.

As an offset operator, if you do not have an objection to the attached application, please sign the enclosed waivers and mail the original and two copies to the NMOCD in Santa Fe, and one copy to the NMOCD in Hobbs. We also request that one copy be returned to Chevron U.S.A. Inc. in Midland, Texas. We have enclosed addressed stamped envelopes for your convenience.

If you have any questions, please contact me at (915) 687-7246. Your prompt consideration will be appreciated.

Yours very truly,

A. W. Bohling

Proration Engineer

Alan le bohling

AWB:lmk PSP/01002.03 Enclosures