

December 1, 1998



Administrative Application
For Non-Standard Oil Well Location
Chevron USA Production Co.
Monument "36" State #1
384' FSL and 1216' 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

*N.S.L-4192
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 #1 at a non-standard location. The target is a shelf margin Abo carbonate build-up that is defined with wells and 3D seismic. The build-up is narrow and based on seismic, the location of the 36 #1 well is the lowest risk location in unit letter P of Section 36.

The North Monument Abo Pool is developed on 40 acre spacing. Chevron operated acreage surrounds the proposed well except to the south. Leede Operating Company operates the lease to the south. By virtue of being 384' FSL, the nonstandard location does not encroach on Leede's lease. No correlative rights will be violated as ownership does not vary within Section 36.

A Form C-102 plat is attached. If you have any questions or require any further information concerning this application, please contact me at (915) 687-7152.

Sincerely,

A handwritten signature in cursive script that reads "Lloyd V. Trautman".

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

lvt

Attachment

cc: NMOCD -- Hobbs, NM
Conoco
J.K. Ripley
N.V. Mouser
Well File

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals and Natural Resources Department

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

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

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

OIL CONSERVATION DIVISION
P.O. Box 2088

Santa Fe, New Mexico 87504-2088

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name MONUMENT 36 STATE	Well Number 1
OGRID No.	Operator Name CHEVRON U.S.A. PRODUCTION COMPANY	Elevation 3739'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	18 S	36 E		384	SOUTH	1216	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

	<p>OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p>Signature _____</p> <p>Printed Name _____</p> <p>Title _____</p> <p>Date _____</p>
	<p>SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>OCTOBER 12, 1998</p> <p>Date Surveyed _____ CDG</p> <p>Signature & Seal of Professional Surveyor _____</p> <p><i>Ronald G. Edson</i></p> <p>96-11-1350 ED-28-98</p>
	<p>NEW MEXICO EAST NAD 1927 Y=819127 X=817061</p> <p>1216'</p> <p>384'</p>
	<p>Certificate No. RONALD G. EDSON 3239 CARY EDSON 12541</p>