



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

OIL DIVISION

Rec'd 10/29/90
Relined to
12/17/90

OCT 23 1990
OCT 23 1990
October 23, 1990

NOTE: 12/17/90

Case 10153

*See Case No. 10153
for additional
data for this
matter.*

ADMINISTRATIVE APPLICATION FOR
NON-STANDARD PRORATION UNIT,
UNORTHODOX GAS WELL LOCATION
AND SIMULTANEOUS DEDICATION
EUMONT YATES 7 RVRS QN (PRO GAS)
1880' FSL AND 1980' FEL
SECTION 29, T-20-S, R-37-E, NMPM
LEA COUNTY, NEW MEXICO

m.s

State Of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Gentlemen:

Chevron U.S.A. Inc. respectfully requests your approval of our administrative application for the subject Non-Standard Proration Unit, Unorthodox Gas Well Location and Simultaneous Dedication.

We are currently planning to drill the A. B. Reeves Well No. 4, and complete this well in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool. This well will be located 1880 feet FSL and 1980 feet FEL of Section 29, T-20-S, R-37-E, Lea County, New Mexico. This location will be within an existing 160-acre Eumont Gas Proration Unit currently dedicated to Chevron's existing A. B. Reeves Well No. 3 (NSP Order-1408). This location was chosen to avoid pipelines in the area and will be unorthodox in that it is less than 660 feet from the outer side boundary.

Chevron also desires to consolidate this 160-acre proration unit with the 160-acre proration unit currently dedicated to our A. B. Reeves Well Nos. 1 & 2 (S/2 NW/4 and N/2 SW/4, Section 29) to make a 320-acre proration

unit. This proposed 320-acre unit would comprise the S/2 N/2 and N/2 S/2 of Section 29 and be simultaneously dedicated to all four A. B. Reeves wells.

Please note that this same 320-acres was at one time (December 1, 1971) dedicated to A. B. Reeves Well Nos. 1 and 2 by Order No. R-4224. In 1983 when Well No. 3 was drilled and completed as a Eumont Gas well, the proration unit size for Well Nos. 1 and 2 was reduced to 160-acres comprising the N/2 SW/4 and S/2 NW/4 of Section 29. This left the remaining 160-acres comprising the S/2 NE/4 and N/2 SE/4 of Section 29 for dedication to Well No. 3. We now desire to re-consolidate the two 160-acre units to make one 320-acre unit and simultaneously dedicate all four wells.

In order to prevent waste, Chevron respectfully requests your approval of this administrative application under the provisions of Rule 104 (F). Attached are a map showing offset operators and a Form C-102. A copy of this letter with attachments are being furnished to the Offset Operators by Certified Mail, as their notice of this application.

Yours very truly,

Alan W. Bohling

A. W. BOHLING

awb
Attachments
Enclosures

cc: NMOCD - Hobbs

CHEVRON U.S.A. INC.
A. B. Reeves Lease

Application For Non-Standard
Proration Unit, Unorthodox
Gas Well Location
and
Simultaneous Dedication of Acreage
Eumont Yates 7 Rvrs Qn (Pro Gas)
1880' FSL and 1980' FEL
Section 29, T20S, R37E
Lea County, New Mexico

OFFSET OPERATORS

Amerada Hess Corp.
Entex Bldg.
1200 Milam Street
Houston, Texas 77002

Amoco Producing Co.
P.O. Box 3092
Houston, Texas 77253

ARCO Oil and Gas Co.
P.O. Box 1610
Midland, Texas 79702

Greenhill Petroleum Corp.
16010 Barkers Point Lane
Suite 325
Houston, Texas 77079

Exxon Corp., U.S.A.
P. O. Box 2180
Houston, Texas 77001

William A. & Edward R. Hudson
616 Texas Street
Fort Worth, Texas 76102-4612

Doyle Hartman
500 N. Main
Midland, Texas 79702

Meridan Oil Inc.
2919 Allen Parkway
Suite 900
Houston, Texas 77019

John H. Hendrix Corp.
223 West Wall, Ste. 525
Midland, Texas 79701

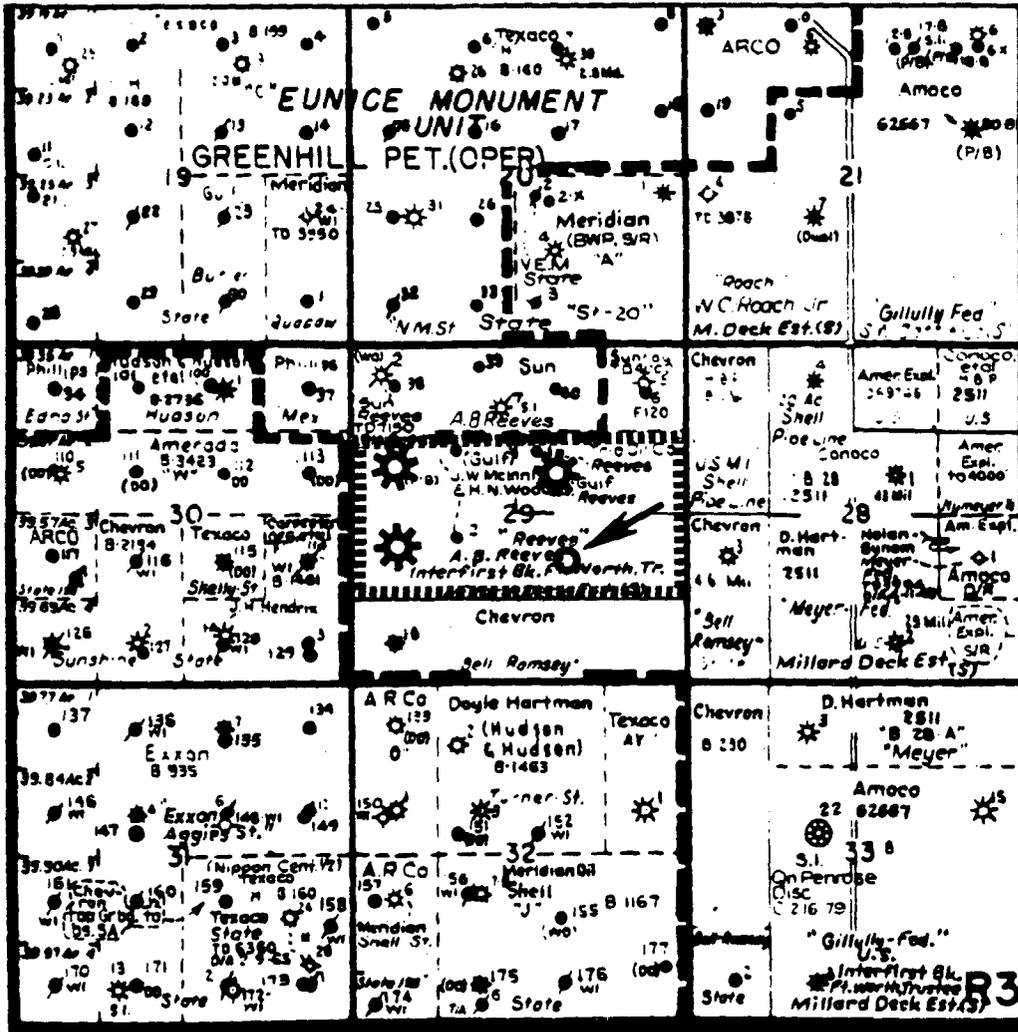
Phillips Petroleum Co.
4001 Penbrook
Odessa, Texas 79762

Texaco Producing Co.
P. O. Box 3109
Midland, Texas 79702

Oryx Energy Co.
P. O. Box 1861
Midland, Texas 79702

CHEVRON U.S.A. INC.
A. B. Reeves Lease

Application For Non-Standard
Proration Unit, Unorthodox
Gas Well Location
and
Simultaneous Dedication of Acreage
Eumont Yates 7 Rvrs Qn (Pro Gas)
1880' FSL and 1980' FEL
Section 29, T20S, R37E
Lea County, New Mexico



Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1900, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

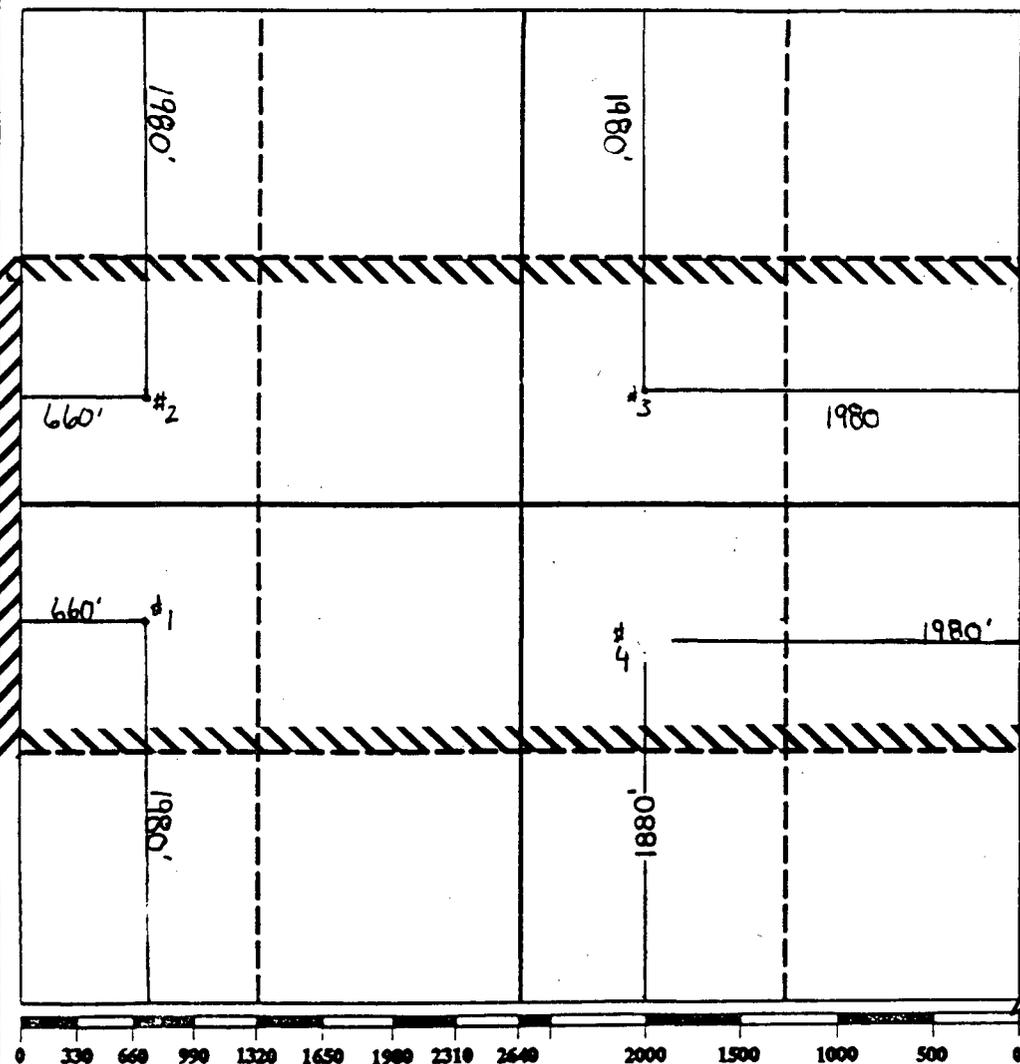
DISTRICT III
1000 Rio Bronco Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundaries of the section

Operator CHEVRON USA INC.			Lease A. B. Reeves			Well No. 4		
Unit Letter J	Section 29	Township 20 South	Range 37 East	County Lea		NMPM		
Actual Footage Location of Well: 1880 feet from the South line and 1980 feet from the East line								
Ground level Elev. 3519.9	Producing Formation Queen/Penrose			Pool Eumont Gas		Dedicated Acreage: 320 Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
 - Yes No If answer is "yes" type of consolidation _____

If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
E.O. Doherty

Printed Name
T.A. Delg.

Position
CHEVRON U.S.A. Inc.

Company

Date
10/1/90

SURVEYOR CERTIFICATION
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 knowledge and belief.

Date Surveyed
August 15, 1990

Signature & Seal of Professional Surveyor
John W. West

Certificate No. JOHN W. WEST 676
RONALD J. ELDON 3239

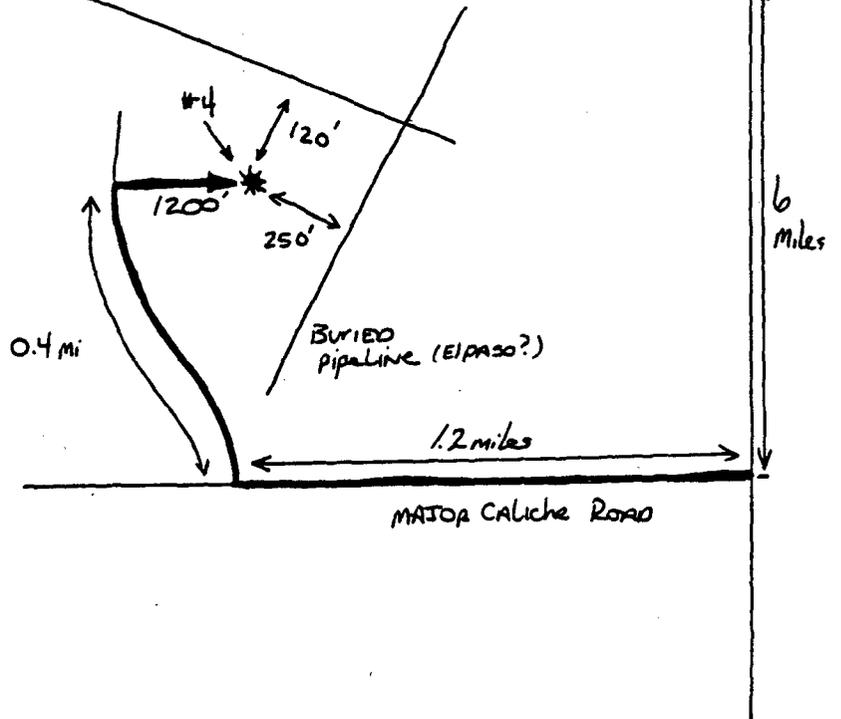
128630

A.B. REEVES #4



BURIED
NORTHERN
PIPELINE

MONUMENT



Improve 0.4 mi Road

Need 1200' NEW ROAD

V-Door WEST

CURRENT LOCATION:

1880' FSL, 1980' FEL

42 SHEETS 3 SQUARE
43 SHEETS 3 SQUARE
44 SHEETS 3 SQUARE
45 SHEETS 3 SQUARE

