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July 10, 2001

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VIA HAND DELIVERY

Lori Wrotenbery, Director
Oil Conservation Division
New Mexico Energy, Minerals and
Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87504

Re: <u>Case No. 12320</u>: Application of Chevron U.S.A. Production Company for approval to convert the EMSU Wells No. 210, 212, 222, 252 and 258 to Injection in the Eunice Monument South Unit, Lea County, New Mexico

Dear Ms. Wrotenbery:

Chevron U.S.A. Production Company hereby requests that the Examiner Hearing in the above-referenced case which is currently scheduled for July 12, 2001 be continued to the August 9, 2001 Examiner Hearing Docket.

Your attention to this request is appreciated.

Very truly yours,

William F. Carr

Attorney for Chevron U.S.A., Inc.

WFC/keh

cc: Frank Cusimano, Esq.

J. E. Gallegos, Esq.

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at a standard gas well location 810 feet from the South line and 1980 feet from the West line (Unit N) of Section 30.

CASE 12320: Continued from May 31, 2001, Examiner Hearing.

Application of Chevron U.S.A. Production Co. for Approval to convert the EMSU Wells No. 210, 212, 222, 252 and 258 to Injection in the Eunice Monument South Unit, Lea County, New Mexico. Applicant seeks approval to convert its EMSU Wells No. 210, 212, 222, 252 and 258 to injection in the Eunice Monument South Unit (EMSU). These wells are designed to improve recovery efficiency of the waterflood patterns and enhance production of the EMSU secondary recovery project. The wells are located in the following locations: No. 210 - Section 4, Unit K, Township 21 South, Range 36 East; No. 252 - Section 5, Unit I, Township 21 South, Range 36 East; No. 222 - Section 6, Unit O, Township 21 South, Range 36 East; No. 252 - Section 6, Unit W, Township 21 South, Range 36 East; No. 258 - Section 4, Unit U, Township 21 South, Range 36 East. Water will be injected into the unitized interval of the Eunice Monument Grayburg-San Andres Pool which has an upper limit of 100 feet below mean sea level or the top of the Grayburg formation, whichever is higher, to a lower limit of the base of the San Andres formation. Injection will occur at an expected maximum pressure rate of 1500 barrels of water per day and an expected maximum pressure of 750 pounds per square inch. This area is approximately one mile west-southwest of Oil Center, New Mexico.

CASE 12678:

(READVERTISED) Amended Application of Raptor Resources, Inc. for two unorthodox infill gas well locations and simultaneous dedication, Lea County, New Mexico. Applicant seeks an exception to the well location requirements provided within the "Special Pool Rules and Regulations for the Jalmat Gas Pool," as promulgated by Division Order No. R-8170, as amended, for the following two unorthodox Jalmat infill gas well locations within an existing standard 480-acre spacing and proration unit comprised of the N/2 and SW/4 of Section 9, Township 22 South, Range 36 East:

- (A) The State "A" A/C-2 Well No. 31 (API No. 30-025-08856) which is to be re-entered and re-completed at an unorthodox infill gas location 1980 feet from the North and West lines (Unit F) of Section 9; and
- (B) The State "A" A/C-2 Well No. 52 (API No. 30-025-08859) which is to be re-entered and re-completed at an unorthodox gas well location 1980 feet from the North line and 660 feet from the East line (Unit H) of Section 9.

This unit is currently dedicated to Raptor Resources, Inc.'s:

- (A) State "A" A/C-2 Well No. 1 (API No. 30-025-08849), located at an unorthodox location 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 9;
- (B) State "A" A/C-2 Well No. 4 (API No. 30-025-08853), located at an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Section 9;
- (C) State "A" A/C-2 Well No. 29 (API No. 30-025-08854), located at an unorthodox gas well location 660 feet from the North and West lines (Unit D) of Section 9;

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all seven of the above-described Harry Leonard NCT-A Wells No. 3, 6, 7, 12, 13, 14, and 15.

Note: Records indicate that Chevron U.S.A., Inc.'s Harry Leonard NCT-A Well No. 8 (API No. 30-025-04761), located 660 feet from the South line and 1980 feet from the East line (Unit O) of Section 22, is a Eumont oil well that is currently dedicated to a standard 40-acre oil spacing and proration unit comprising the SW/4 SE/4 of Section 22. It will be necessary for the applicant to address this matter at the time of the hearing.

CASE 12610: Continued from June 14, 2001, Examiner Hearing.

Application of Chevron U.S.A., Inc. for simultaneous dedication, Lea County, New Mexico. Applicant, pursuant to the rules governing the Eumont Gas Pool and the stipulated declaratory judgement issued by the First Judicial District Court in Santa Fe County, New Mexico on December 15, 2000, seeks to simultaneously dedicate Eumont gas production to the previously approved 160-acre non-standard gas spacing and proration unit comprising the SE/4 of Section 28, Township 21 South, Range 36 East (approved by Division Administrative Order NSP-272, dated June 27, 1956) from the following four wells:

- existing S. E. Felton Well No. 1 (API No. 30-025-04815) located at a standard gas well location 660 feet from the South and East lines (Unit P) of Section 28;
- existing S. E. Felton Well No. 2 (API No. 30-025-25352) located at a standard gas well location either 800 feet or 880 feet from the South line and 1980 feet from the East line (Unit O) of Section 28; and,
- existing S. E. Felton Well No. 5 (API No. 30-025-33796) located at a standard Eumont gas well location 1980 feet from the South and East lines (Unit J) of Section 28; and
- proposed S. E. Felton Well No. 6 (API No. 30-025-35395) to be drilled at a standard infill gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of Section 28.

This unit is located approximately eight miles southwest of Monument, New Mexico.

CASE 12686:

Application of Chevron U.S.A., Inc. for a non-standard gas proration unit, Lea County, New Mexico. Applicant seeks to establish a non-standard 160-acre gas spacing and proration unit within the Tubb Oil and Gas Pool comprising the N/2 NE/4, SE/4 NE/4, and NE/4 NW/4 of Section 30, Township 22 South, Range 38 East, which is located approximately 6.5 miles south-southeast of Eunice, New Mexico. This unit is to be dedicated to the existing Vivian Well No. 11 (API No. 30-025-28590), located at a standard gas well location 660 feet from the North line and 990 feet from the East line (Unit A) of Section 30.

CASE 12687:

Application of Chevron U.S.A., Inc. for a non-standard gas proration unit and an unorthodox gas well location, Lea County, New Mexico. Applicant seeks to establish a non-standard 160-acre gas spacing and proration unit within the Tubb Oil and Gas Pool comprising the NE/4 SW/4, S/2 SW/4, and SW/4 SE/4 of Section 30, Township 22 South, Range 38 East, which is located approximately 6.5 miles south-southeast of Eunice, New Mexico. This unit is to be simultaneously dedicated to the: (i) existing Drinkard (NCT-B) Well No. 7 (API No. 30-025-28590), located at an unorthodox gas well location 2120 feet from the South line and 1980 feet from the West line (Unit K) of Section 30; and (ii) existing Drinkard (NCT-B) Well No. 8 (API No. 30-025-28594), located