

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9948

APPLICATION OF CHEVRON USA, INC.
FOR A NON-STANDARD GAS PRORATION
UNIT AND AN UNORTHODOX GAS WELL
LOCATION, LEA COUNTY, NEW MEXICO.

RECEIVED

MAY 25 1990

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This prehearing statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Chevron USA, Inc. _____
c/o Alan Bohling _____
Post Office Box 670 _____
Hobbs, New Mexico 88240 _____

(505) 393-4121 _____
name, address, phone and
contact person

ATTORNEY

William F. Carr _____
Campbell & Black, P.A. _____
Post Office Box 2208 _____
Santa Fe, New Mexico 87504 _____

(505) 988-4421 _____

OPPOSITION OR OTHER PARTY

name, address, phone and
contact person

ATTORNEY

STATEMENT OF CASE

APPLICANT

Chevron seeks approval of a non-standard 240-acre gas spacing and production unit in the Eumont Gas Pool comprising the NE/4 and N/2 NW/4 of Section 34, Township 19 South, Range 36 East to be dedicated to its J.W. Smith Well No. 7 to be drilled at an unorthodox location 1900 feet from the North line and 660 feet from the East line of Section 34.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

PROPOSED EVIDENCE

APPLICANT

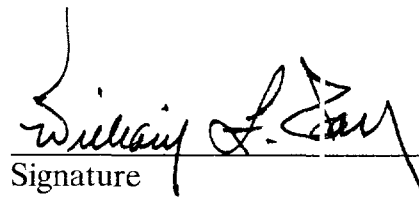
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Rick Jones, Geologist	20 Min.	Plat Structure Map Cross-Section Cumulative Production Plat Affidavit with attached notice letters

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

None



Signature