DOYLE HARTMAN'S STATE A PROPOSAL SEQUENCE OF EVENTS

- March 9, 1990 Mr. Hartman proposed a trade which included the State A lease.
- March 23, 1990 Chevron declined Mr. Hartman's offer.
- April 18, 1990 Mr. Hartman proposed an infill well on the 160 acre State A lease. There is currently a 150 MCFPD producer on this lease.
- May 25, 1990 Mr. Hartman proposed the formation of a 160/120 acre proration unit in the SE/4 of Section 5, Township 21-S, Range 37-E, Lea County, New Mexico.
- June 4, 1990 Mr. Hartman filed for the creation of a 320 acre proration unit in the SE/4 of Section 5 and NE/4 of Section 8. He seeks forced pooling of the working interests. His proposal incorporates portions of two existing gas proration units.
- June 4, 1990 Mr. Hartman invited Chevron to participate in the 320 acre unit. Chevron's interest will be diluted to 25% WI.

BEFORE EXAMINER CATANACH
GIL CONSERVATION DIVISION
CHEVERON EXHIBIT NO. 4
CASE NO. 9994

BCC/pf 06250/08