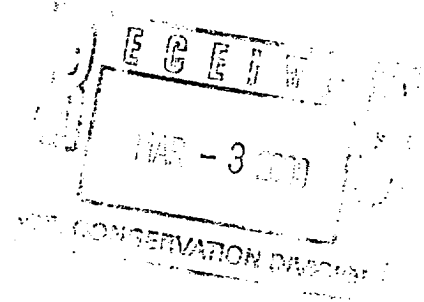


February 28, 2000



Administrative Application For
Non-Standard Oil Well Location
Chevron USA Production Co.
North Lusk 29 Federal #1
Surface Location: 330' FSL and 2005' FWL
Bottom Hole Location: Section 29, T18S, R32E
North Lusk Morrow Pool
Lea County, New Mexico

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



State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Attn.: Lori Wrotenbery

Dear Ms. Wrotenbery:

Chevron USA respectfully requests your approval of this administrative application for the subject non-standard oil well location in the North Lusk Strawn Pool.

Chevron drilled and completed the above mentioned well from a standard oil well location in the Strawn Pool. Attached is a plat of the well bore trajectory while drilling the well. Well 29 #1 was not directional drilled or deviated mechanically by Chevron. The well bore ended at 219.55' FSL and 1964.49' FWL, which is a non-standard location.

Attachments include a directional survey and a plot of the wellbore path. 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, reading "Lloyd V. Trautman".

Lloyd V. Trautman
Sr. Petroleum Engineer
New Mexico Area

lvt

Attachments

cc: NMOCD -- Hobbs, NM
J. K. Ripley
L. V. Trautman
M. D. Barabash
Central Files