



Chevron U.S.A. Inc.
P.O. Box 670, Hobbs, NM 88240

R. C. Anderson
Division Manager
Production Department
Hobbs Division

January 3, 1990

**ADMINISTRATIVE APPLICATION FOR
NON-STANDARD GAS PRORATION UNIT
AND SIMULTANEOUS DEDICATION
W/2 NE/4, SE/4 NE/4 & SE/4 NW/4
SECTION 8, T-20-S, R-37-E, NMPM
EUMONT Y-SR-QN (PRO GAS) POOL
LEA COUNTY, NEW MEXICO**

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 a 160-acre Non-Standard Gas Proration Unit in the Eumont Yates-Seven Rivers-Queen (Prorated Gas) Pool comprising the W/2 NE/4, SE/4 NE/4 and SE/4 NW/4 Section 8, T-20-S, R-37-E, NMPM, Lea County, New Mexico. We are also requesting your approval to simultaneously dedicate this 160-acre proration unit to our Bertie Whitmire Wells No. 1 and 2, located in letter units G & B of Section 8, respectively. In support thereof, Chevron U.S.A. Inc. states the following facts:

- 1) That NMOCD Administrative Order NSP-240, issued March 3, 1956, approved a 160-acre Non-Standard Gas Proration Unit, consisting of W/2 NE/4, SE/4 NE/4 and SE/4 NW/4 Section 8, T-20-S, R-37-E, for the Bertie Whitmire Well No. 2.
- 2) That subsequent to NSP-240, an agreement was executed between Chevron U.S.A. Inc. (Gulf Oil Corporation) and Oxy U.S.A. Inc. (Cities Service) unitizing the above acreage plus the NE/4 NE/4 of Section 8.
- 3) That NMOCD Order No. R-858, effective August 16, 1956, approved a Non-Standard Gas Proration Unit of 200-acres comprising NE/4 and SE/4 NW/4 of Section 8 for the Bertie Whitmire Well No. 2.
- 4) That the above mentioned Operating Agreement and pooling order have expired due to lack of gas production in paying quantities since 1985 from the Bertie Whitmire Well No. 2.