

February 18, 1999



**Administrative Application for
Simultaneous Dedication
Tubb Oil and Gas Pool
Section 28 (NW/4), T21S, R37E
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 S. Pacheco
Santa Fe, New Mexico 87505

Attention: Lori Wrotenbury - Director

Dear Ms. Wrotenbury:

Chevron U.S.A. Inc. respectfully requests administrative approval for simultaneous dedication of the Eunice King Well No. 25 with the Eunice King Well No. 18 in the Tubb Oil and Gas Pool.

Chevron U.S.A. is planning to recomplete the Eunice King Well No. 25 in the Tubb (Pro Gas) zone. The well currently is completed in the Blinebry Oil and Gas Pool. The location of the proposed recompletion is 990' FNL and 990' FWL (Unit D) Section 28, T21S, R37E, Lea County, New Mexico.

Eunice King Well No. 18 is dedicated to a standard 160-acre Tubb Gas Proration Unit which consists of the NW/4 of Section 28, T21S, R37E. Well No. 18 is located 1980' FNL and 990' FWL (Unit E) Section 28, T21S, R37E.

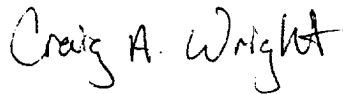
Well No. 25 was drilled in 1951 as a McKee producer. The well has also produced from the Wantz-Abo (1959-60), Blinebry (1961-88 & 92-99) and Paddock (1976-88). Current production from the Blinebry is 3 bopd 1 bwpd 75 mcfpd.

Chevron U.S.A. respectfully requests authorization to simultaneously dedicate Tubb Gas Pool production to a standard 160-acre gas spacing and proration unit comprising the NW/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, from Eunice King Wells Nos. 18 and 25.

A copy of this administrative application is being provided to our offset operators via Certified Mail. Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage and well location. Also included is a copy of the letter sent to our offset operators.

If you have any questions, or if you require further information, please contact Craig Wright at (915)687-7284.

Sincerely,

A handwritten signature in black ink that reads "Craig A. Wright". The signature is written in a cursive, flowing style.

C. A. Wright
Production Engineer
PGPC

Attachments

cc: NMOCD - Hobbs, New Mexico
C.O. Blake
C.A. Wright
J.K. Ripley
Cental Files - Lease and Well Files

February 18, 1999

**Administrative Application for
Simultaneous Dedication
Tubb Oil and Gas Pool
Section 28 (NW/4), T21S, R37E
Lea County, New Mexico**

Ladies and Gentlemen:

This is to inform you as an offset operator that Chevron U.S.A. Inc. has applied for administrative approval for simultaneous dedication of the Eunice King Well No. 25 with the Eunice King Well No. 18 in the Tubb Oil and Gas Pool.

Chevron U.S.A. is planning to recomplete the Eunice King Well No. 25 in the Tubb (Pro Gas) zone. The well currently is completed in the Blinebry Oil and Gas Pool. The location of the proposed recompletion is 990' FNL and 990' FWL (Unit D) Section 28, T21S, R37E, Lea County, New Mexico.

Eunice King Well No. 18 is dedicated to a standard 160-acre Tubb Gas Proration Unit which consists of the NW/4 of Section 28, T21S, R37E. Well No. 18 is located 1980' FNL and 990' FWL (Unit E) Section 28, T21S, R37E.

Well No. 25 was drilled in 1951 as a McKee producer. The well has also produced from the Wantz-Abo (1959-60), Blinebry (1961-88 & 92-99) and Paddock (1976-88). Current production from the Blinebry is 3 bopd 1 bwpd 75 mcfpd.

Chevron U.S.A. plans to simultaneously dedicate Tubb Gas Pool production to a standard 160-acre gas spacing and proration unit comprising the NW/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, from Eunice King Wells Nos. 18 and 25.

Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage and well location.

If you have any questions, or if you require further information, please contact Craig Wright at (915)687-7284.

Sincerely,

C.A. Wright
Production Engineer
PGPC

Offset Operators:

Apache Corp.
2000 Post Oak Blvd., Suite 100
Houston, TX 77056-4400

Conoco Inc.
10 Desta Dr., Suite 100W
Midland, TX 79705

J.H. Hendrix Corp.
P.O. Box 3040
Midland, TX 79702-3040

Marathon Oil Company
P.O. Box 552
Midland, TX 79702

Titan Resources, Inc.
500 W. Texas, Suite 500
Midland, TX 79701