

December 4, 1997



Administrative Application For
Non-Standard Gas Well Location
And Simultaneous Dedication
Eumont Yates 7Rvrs Qn (Pro Gas) Pool
H. T. Mattern (NCT-E) #16
1670' FSL and 685' FWL
Section 1, T-22-S, R-36-E
Lea County, New Mexico

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

Arco Permian
P. O. Box 1089
Eunice, NM 88231-1089

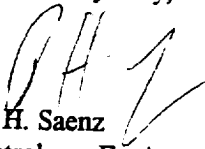
Gentlemen:

Attached is a copy of Chevron's administrative application for NMOCD approval of an Unorthodox Gas Well Location and Simultaneous Dedication in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool.

Chevron is planning to complete the **H. T. Mattern (NCT-E) #16** in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool. We are requesting NMOCD approval for a Non-Standard Gas well location. It is also our desire to simultaneously dedicate the 440-acre Eumont Gas Proration Unit currently assigned to our H. T. Mattern (NCT-E) #3, #10, #11, and #13 to all five wells.

If you have any questions or require any further information concerning this application, please contact me at (915) 687-7347.

Yours very truly,


J. H. Saenz
Petroleum Engineer

Attachments

cc: NMOCD -- Hobbs, NM
J. K. Ripley
N. V. Mouser

D. K. Beckham
J. B. Wilkinson
Central Files - Lease/Well Files