Chevron U.S.A. Inc. P. O. Box 1660, Midland, TX 79702

October 12, 1978

Application For Non-Standard Gas Proration Unit Owen Meredith No. 2 Eumont Gas Pool Lea County, New Mexico

UCT 23 SIN

New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Attention Mr. Joe D. Ramey Secretary-Director

This com?

Gentlemen:

Chevron

Chevron U.S.A. Inc. respectfully requests administrative approval of a 160 acre non-standard proration (NSP) unit for its Open Meredith #2 well, located 660' FSL and 660' FEL of Section 19, T-21-S, R-36-F, Lea County, New Mexico. The proposed NSP unit will consist of the east half of the east half of Section 19, which includes a 40 acre tract of Getty's, and in effect is a request for reassignment of the 160 acre NSP unit formerly assigned to our Owen Meredith #1 well, shut-in since September 1974.

In support of our application, the following statements are offered:

- 1. Said unit consists of contiguous quarter-quarter sections (and or lots).
- 2. Said unit lies wholly within a single governmental section.
- 3. The entire proposed unit may be reasonably presumed to be productive of gas.
- 4. The length or width of said unit does not exceed 5280'.
- 5. By registered letter, Chevron U.S.A. Inc. is furnishing a copy of this application to, and is requesting waivers from, all offset operators.

The attached plat shows the proposed unit, the location of subject well and the offset ownerships.

New Mexico Oil Conservation Commission

Administrative approval is requested under Order No. R-1670 of the Special Rules and Regulations for the Eumont Gas Pool.

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Yours very truly,

E. E. Hagan

Division Manager

BBH:cn Attachment

Registered Mail cc:

W.I. Owner

Getty Oil Company, Midland

Offset Operators

Continental Oil Company, Hobbs Atlantic Richfield Company, Hobbs Exxon Company USA, Midland