

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

June 28, 2000

Request for Administrative Approval Unorthodox Gas Well Location and Simultaneous Dedication Eumont (Yates-Seven Rivers-Queen) Gas Pool W.A. Ramsay NCT-A #43 660' FNL, 1980' FWL Unit C, Section 27, T-21S, R-36E Lea County, New Mexico

New Mexico Oil Conservation Division Attn: Mr. Michael Stogner 2040 S. Pacheco Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Chevron U.S.A. Inc. respectfully requests NMOCD approval of this administrative application for an unorthodox gas well location and simultaneous dedication.

The W.A. Ramsay NCT-A #43 was temporarily abandoned in 1995 after having produced from the Lower Queen (Penrose) of the Eumont Oil Pool since completion in August 1958. With your approval, it is our intent to re-enter this well and complete Yates/Seven Rivers/Queen intervals of the Eumont Gas Pool from approximately 3050' to 3300'.

The subject well is located on an existing 640-acre Eumont gas proration unit as defined by Division Order R-4496, dated March 21, 1973; this order authorized the simultaneous dedication of wells #17 and #46 to the GPU. Subsequent Administrative Orders granted simultaneous dedication of wells #35, #37, #42, #29, #40, and #44 to the GPU. Upon completion the subject well would be simultaneously dedicated with the aforementioned gas wells.

Average daily production volume for the eight wells currently dedicated the GPU is approximately 700 MCFD. Details for the W.A. Ramsay NCT-A Gas Proration Unit are provided in the attached Lease Evaluation spreadsheet.

Attachments to this request include:

- Form C-102 Well Location and Acreage Dedication Plat
- Commercial Map with Gas Proration Unit outline
- List of Offset Operators
- Copy of NMOCD Division Order No. R-4496, dated 3/21/73
- Copy of Administrative Order NSL-3000 (SD) dated 4/1/91
- Copy of Administrative Order NSL-3000-A (SD) dated 7/24/91