

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

R. C. Anderson Division Manager Production Department Hobbs Division July 6, 1990

WAIVER REQUEST ADMINISTRATIVE APPLICATION FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION EUMONT (PRO GAS) POOL 660' FNL AND 660' FWL SECTION 36, T-21S, R-36E, NMPM LEA COUNTY, NEW MEXICO

Oxy USA, Inc. P.O. Box 50250 Midland, Tx 79710

Gentlemen:

Attached is a copy of Chevron's administrative application for application for NMOCD approval of an Unorthodox Gas Well Location and Simultaneous Dedication in the Eumont (Pro Gas) Pool. The subject well's location of 660' FNL and 660' FWL, Section 36, T-21-S, R-36-E, is unorthodox in that it is less than 990' from one outer boundary of the proration unit. We are also making application to simultaneously dedicate this 320 acre proration unit to our Harry Leonard Wells No. 4, 7, 8 and 9 located in unit letters D, G, H and B respectively, of Section 36.

As an offset operator, if you do not have any objections to the attached application, please sign the enclosed waivers and mail the original and two copies to the NMOCD in Santa Fe and one copy to the NMOCD in Hobbs. We would also request that you send a copy to Chevron U.S.A. Inc. in Hobbs. We have enclosed self addressed, stamped envelopes for your convenience.

If you have any questions, please contact Mr. A. W. Bohling at (505) 393-4121. Your prompt consideration in the above matter is appreciated.

Yours very truly,

Fok R. C. Anderson

JMT/ Attachments Enclosures

cc: NMOCD - Hobbs