

Permian Basin Production Business Unit

May 1, 1991

Waiver Request Amendment of Order NSP-152 Concerning a Non-Standard Gas Proration Unit and Simultaneous Dedication in the Eumont (Pro-Gas) Pool Section 24, T21S, R36E Lea County, New Mexico

American Exploration Co. 2100 Republic Bank Center Houston, TX 77002

## Gentlemen:

Attached is a copy of Chevron's administrative application for NMOCD approval for an amendment to Order NSP-152 concerning a Non-Standard Gas Proration Unit and simultaneous dedication in the Eumont (Pro-Gas) Pool.

Due to recently completing the H.T. Mattern (NCT-A) Well No. 5 as an oil well within an existing 320-acre Eumont Gas Proration Unit, it is necessary to reduce this unit to a 280-acre Eumont Gas Proration Unit. This unit will comprise the S/2 of Section 24, save and except the SW/4 SW/4 of the same. All 280-acres are to be simultaneously dedicated to the existing H. T. Mattern (NCT-A) Well No. 1, and to the H.T. Mattern (NCT-A) Well No. 2 which is currently pending recompletion in the Eumont gas pool. The H. T. Mattern (NCT-A) Well No. 5 is located 660' FSL and 990' FWL of Unit M, Section 24, T-21-S, R-36-E.

To prevent waste, Chevron is requesting the NMOCD to grant approval of this proposed amendment to Order NSP-152 and simultaneous dedication and form the 280-acre non-standard Eumont Gas Proration Unit. 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 Midland. We have enclosed selfaddressed, stamped envelopes for your convienience.

If you have any questions, please contact Mr. A. W. Bohling at (915) 687-7246. Your prompt consideration in the above matter is appreciated.

Yours very truly,

A. W. Bohling

Proration Engineer

dmb Attachments