

Permian Basin Production Business Unit

January 28, 1991

ADMINISTRATIVE APPLICATION FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION EUMONT YATES 7 RVRS QN (PRO GAS) POOL 760' FSL AND 1140' FEL SECTION 7, T-21-S, R-36-E, NMPM LEA COUNTY, NEW MEXICO

State Of New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Gentlemen:

Chevron U.S.A. Inc. respectfully requests your approval of our administrative application for the subject Unorthodox Gas Well Location and Simultaneous Dedication.

We are currently planning to drill the Campbell-Houston Well No. 5 and complete it in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool. This wellbore will be located 760 feet FSL and 1140 feet FEL of Section 7, T-21-S, R-36-E, Lea County, New Mexico. This location will be within an existing <u>320-acre</u>. <u>3100</u> Eumont Gas Proration Unit currently dedicated to Chevron's Campbell-Houston Well Ncs. 2 and 4 (NSP-157 and Letter Dated 8-14-78). We plan to simultaneously dedicate this 320-acres to all three of these wells. This proposed location is necessary to avoid high tension power lines. It is unorthodox in that it is less than 330 feet from a quarter-quarter section line.

In order to prevent waste, Chevron respectfully requests your approval of this administrative application under the provisions of Rule 104 (F). Attached is a map showing offset