

Midland, Texas July 16, 1993

Administrative Application for Simultaneous Dedication and Unorthodox Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool 890' FNL and 1810' FWL Section 14, T-21-S, R-36-E 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

Dear Mr. LeMay:

Chevron U.S.A. is planning to drill and complete the H.C. Collins #6 in the Eumont YTS-7RVRS-QN (Pro Gas) Pool. The proposed location for the well is 890' FNL and 1810' FWL in Section 14, T-21-S, R-36-E, Lea County, New Mexico.

The proposed well location is on an existing non-standard 320-acre Eumont gas spacing and proration unit (GPU) which comprises the E/2 W/2 and the W/2 E/2 of Section 14 of T-21-S, R-36-E according to Administrative Order NSP-182, dated August 30, 1955. The same order authorized the dedication of the H.C. Collins #4, located 1980' from the south and west lines of T-21-S, R-36-E, to the said non-standard GPU. We respectfully request that the production from the H.C. Collins #6 be simultaneously dedicated to the aforementioned GPU with the H.C. Collins #4.

Because the proposed location for the subject well is less than 660' from the west boundary and less than 990' from the north boundary of the said 320-acre GPU, we also request your approval for an unorthodox well location.

A copy of this administrative application is being provided to our offset operators via Certified Mail. Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage and well location. Also included is a copy of Administrative Order NSP-182 as well as copies of the letters to our offset operators.