May 5, 1997



Administrative Application For Simultaneous Dedication Eumont Yates 7Rvrs Qn (Pro Gas) Pool Meredith Com #4 785' FNL and 660' FEL Section 19, T-21-S, R-36-E Lea County, New Mexico

State of New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87504

Attn: Mr. William J. LeMay -- Director

Gentlemen:

Chevron U.S.A. Inc. respectfully requests your approval of this administrative application for Simultaneous Dedication.

Chevron is planning to drill and complete the Meredith Com #4 in the Eumont Yates 7 Rvrs Qn (Pro Gas) Pool. It is our desire to simultaneously dedicate the existing 160-acre Eumont Gas Proration Unit currently assigned to our Meredith Com #2, and #3 [Administrative Order NSP-1117] to all three wells. The 160-acre gas proration unit comprises the E/2 of NE/4 and E/2 of the SE/4 of Section 19, T-21-S, R-36-E, Lea County, New Mexico. As the Meredith Com #2 and #3 are producing at a current rate of 250 MCF/D, the proposed new drill of Well #4 will essentially capture reserves which otherwise would not be produced from this GPU.

Chevron respectfully requests your approval of this administrative application for simultaneous dedication. Attached is a vicinity map, location verification map and a Form C-102 plat.

If you have any questions or require any further information concerning this application, please contact me at (915) 687-7347.

Yours very truly,

J. H. Saenz

Petroleum Engineer

JHS/tk Attachments

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cc: NMOCD -- Hobbs, NM J. K. Ripley N. V. Mouser D. K. Beckham J. B. Wilkinson Central Files - Lease/Well Files Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

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