

May 5, 1997



Administrative Application For Simultaneous Dedication
Eumont Yates 7Rvrs Qn (Pro Gas) Pool
S. E. Felton #5
1980' FSL and 1980' FEL
Section 28, T-21-S, R-36-E
Lea County, New Mexico

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

MAY - 7 1997

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 S. E. Felton #5 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 S. E. Felton #1, and #2 [Administrative Order NSP-272] to all three wells. The 160-acre gas proration unit comprises the SE/4 of Section 28, T-21-S, R-36-E, Lea County, New Mexico. As the S. E. Felton #1 and #2 are producing at a current rate of 480 MCF/D, the proposed new drill of Well #5 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/trk
Attachments

cc: NMOCD – Hobbs, NM
J. K. Ripley
N. V. Mouser

D. K. Beckham
J. B. Wilkinson
Central Files - Lease/Well Files