

December 15, 1998



**Request for Exception to Rule 303-A  
Downhole Commingling  
Wantz-Abo Pool and  
Wantz-Granite Wash Pool  
Hugh No. 12  
2310' FNL & 330' FEL, Unit Letter H,  
Section 14, T-22-S, R-37-E  
Lea County, New Mexico**

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

J.H. Hendrix Corp.  
P.O. Box 3040  
Midland, TX 79702-3040

Ladies and Gentlemen:

This is to inform you as an offset operator that Chevron U.S.A. Inc. has applied for administrative approval for an exception to Rule 303-A to permit downhole commingling of the Wantz-Abo and Wantz-Granite Wash zones in the Hugh Well No. 12.

Currently the Hugh #12 is producing from the Wantz-Abo. The Lower Wantz-Granite Wash zone is shut-in and isolated with a CIBP. Chevron is planning a workover to complete the Upper Wantz-Granite Wash zone and combine it with existing Wantz-Abo production. The proposed downhole commingling will allow continued production of the Wantz-Abo and Wantz-Granite Wash zones to a lower economic limit, thus increasing ultimate recovery.

Enclosed is the pertinent data supporting this application as outlined in Rule 303-A. If you have any questions, or if you require further information, please contact Craig Wright at (915) 687-7284.

Sincerely,

A handwritten signature in black ink that reads "Craig A. Wright". The signature is written in a cursive, flowing style.

C.A. Wright  
Petroleum Engineer  
New Mexico Area