



Chevron U.S.A. Inc.
P.O. Box 670, Hobbs, NM 88240

June 14, 1989

Production Department
Hobbs Division

Jerry Sexton
Oil Conservation Commission
Hobbs, New Mexico 88240

Re: Makeup of Gas Overproduction on Chevron's Drinkard "B" #7. *K 30-22-38*

Dear Sir,

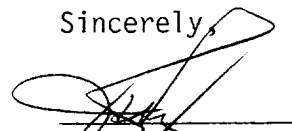
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Tuff LHC*

It has been brought to our attention that we have been overproducing gas from the subject well for approximately one year. It is our understanding that the well is limited to a total gas allowable of 284 MCFGPD, where our current production is near 500 MCFGPD. Therefore, we have inadvertently overproduced approximately 59,000 MCF of gas.

Due to the fact that we also produce 4-5 BOPD along with the gas production, we would like to request that you allow us to make-up the overproduction in an extended period of time. We propose a plan of producing the subject well 10 days per month at the current rate, making-up the overproduction within a year.

We would appreciate your consideration of the above-mentioned proposal or a similar proposal to remedy the situation. If you have any questions, please call Dennis L. Hendrix at 393-4121 Ext. 450 or 451. Thank you for your assistance.

Sincerely,


J.T. Ray

DLH/nd