

BEFORE THE OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF
CHEVRON U.S.A. INC. FOR AN ORDER FROM
THE COMMISSION ALLOWING ADDITIONAL
WELLS TO BE DRILLED IN AN EXISTING
DRILLING UNIT FOR THE WASATCH, FORT
UNION/LANCE/LEWIS AND MESAVERDE
FORMATIONS UNDERLYING CERTAIN LANDS
WITHIN THE HIAWATHA WEST FIELD AREA,
MOFFAT COUNTY, COLORADO

CAUSE NO: 133

ORDER NO:

DOCKET NO:

APPLICATION

COMES NOW Chevron U.S.A. Inc. ("Applicant"), by its attorneys, Poulson, Odell & Peterson, LLC, and makes application to the Oil and Gas Conservation Commission of the State of Colorado for an order allowing additional wells to be drilled in an existing 320-acre drilling unit established for the Wasatch, Fort Union/Lance/Lewis and Mesaverde Formations in the Hiawatha West Field area. In support of its application, Applicant states and alleges as follows:

1. That Applicant is a corporation duly authorized to conduct business in the State of Colorado.

2. That Applicant owns a leasehold interest in the following described lands:

Township 12 North, Range 100 West

Section 18: Lots 7-10 (SW/4)

Section 19: Lots 5, 6, E/2NW/4 (NW/4)

(hereinafter "Application Lands")

3. That the Application Lands are subject to the Commission's Order No. 133-1 which established the Application Lands as an approximate 320-acre drilling unit for the Wasatch, Fort Union/Lance/Lewis and Mesaverde Formations.

4. Under Order 133-14 (corrected) of the Commission, up to three (3) wells were authorized to be drilled upon the Application Lands. Under Order 133-19 of the Commission, up to five (5) wells were authorized to be drilled on the Application Lands. Each of these orders applies to the production of gas and associated hydrocarbons from the Wasatch, Fort Union/Lance/Lewis and/or Mesaverde Formations.

5. That as to the Application Lands, the maximum number of wells authorized to be drilled and produced from the Wasatch, Fort Union/Lance/Lewis and Mesaverde Formations either has been drilled or will be drilled in the near future.

6. That Applicant has drilled numerous wells in these formations within and around the Hiawatha West Field area over the past forty years.

7. That to promote efficient drainage within the described formations within the above described drilling unit, the Commission should allow up to eight (8) wells to be drilled into

and produced from the Wasatch, Fort Union/Lance/Lewis and/or Mesaverde Formations within the Application Lands.

8. That allowing up to eight (8) wells in this 320-acre drilling and spacing unit to produce from these formations or any of them will allow more efficient drainage of these formations; will not promote waste; will not violate correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbons from the reservoir(s).

9. That the names and addresses of the interested parties to this Application are set forth in Exhibit A attached hereto and made a part hereof.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in May, 2007, that notice be given as required by law, and that upon such hearing this Commission enter its order consistent with Applicant's requests as set forth above.

DATED: February _____, 2007.

By: _____

William A. Keefe
POULSON, ODELL & PETERSON, LLC
1775 Sherman Street, Suite 1400
Denver, Colorado 80203
Telephone No.: (303) 861-4400
Facsimile No.: (303) 861-1225

VERIFICATION

STATE OF TEXAS)
) ss.
COUNTY OF HARRIS)

David Sleeper, of lawful age, being first duly sworn upon oath, deposes and says that he is the Land Representative for Chevron U.S.A. Inc., and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

By: _____
David Sleeper

Subscribed and sworn to before me this _____ day of _____, 2007.

Witness my hand and official seal.

My commission expires: _____

Notary Public

Exhibit A

Chevron U.S.A. Inc.
ATTN: David Sleeper
11111 South Wilcrest
Houston, TX 77099

Jeff Comstock
Moffat County
221 West Victor Way, Suite 130
Craig, CO 81624

Bureau of Land Management
ATTN: Hank Szymanski
2850 Youngfield Street
Lakewood, CO 80215

Bureau of Land Management
Reservoir Management Group
2987 Prospector Drive
Casper, WY 82604-2968

William A. Keefe
POULSON, ODELL & PETERSON, LLC
1775 Sherman Street, Suite 1450
Denver, CO 80203

Bureau of Land Management
Rock Springs Field Office
280 Highway 191 North
Rock Springs, WY 82901-3447

Wyoming State Lands and Investments Office
Herschler Building, 3rd Floor West
122 West 25th Street
Cheyenne, WY 82002-0600

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AFFIDAVIT OF MAIL

STATE OF COLORADO)
) ss.
CITY AND COUNTY OF DENVER)

William A. Keefe, of lawful age, being first duly sworn upon his oath, states and declares:

That he is the attorney for Chevron U.S.A., Inc., Applicant herein; that on the _____ day of February, 2007, he caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to each of the parties listed on Exhibit "A" to the Application.

By: William A. Keefe

Subscribed and sworn to before me this _____ day of February, 2007.

Witness my hand and official seal.

My commission expires: July 22, 2007.

Notary Public