

Chevron U.S.A. Inc. 100 Northpark Blvd. Covington, Louisiana 70433 Tel 985 773 6718 Fax 985 773 6692 hharper@chevron.com

April 5, 2011

Hon. James H. Welsh, Commissioner Department of Natural Resources Office of Conservation P. O. Box 94275, Capitol Station Baton Rouge, LA 70804-9275

Dear Sir:

Chevron U.S.A. Inc. (Chevron) requests the calling of a public hearing, after due legal notice, to consider the following matters pertaining to the 7600 Foot Sand, Reservoir V, in the Bay Marchand Block 2 Field, Lafourche Parish, Louisiana:

- 1. To ratify and confirm that the provisions of Order No. 184-W. effective July 1, 1971, and Order No. 184-W-8, effective August 7, 2001, shall remain in full force and effect;
- 2. To adopt secondary recovery approvals which authorize Chevron to inject water into the reservoir;
- 3. To approve Chevron's program of secondary recovery by the injection of water, and establish a reservoir or unit allowable;
- 4. To designate a unit well for the BM2 7600 RV SU:
- 5. To designate Chevron U.S.A. Inc. as the Operator of the BM2 7600 RV SU;
- 6. To provide that any future replacement and/or alternate wells for said unit shall be exempt from the spacing provisions of Statewide Order No. 29-E;
- 7. To provide for future reclassification of the reservoir without the necessity of a public hearing if such reclassification becomes necessary due to a change in production characteristics;
- 8. To consider other such matters that the Commissioner may deem pertinent.

The 7600 Foot Sand, Reservoir V is fully defined by Conservation Order No. 184-W, effective July 1, 1971.

The BM2 7600 RV SU underlies a single lease. Chevron will present evidence at the hearing verifying approval of the royalty owner for the injection of water and a secondary recovery program.

Chevron will provide for the advertisement of the legal notice in a newspaper of general circulation in the vicinity of the Bay Marchand Block 2 Field, and also will post the legal notice and unit plat in a prominent place in the area of the field. Chevron will also mail a copy of said legal notice and unit plat to interested owners, represented parties and interested parties.

Attached are (1) a copy of the unit plat, (2) a list of Interested Owners, Represented Parties, and Interested Parties, and (3) our check in the amount of \$755.00 to cover the application fee due.

A copy of this application, plat and list attached, is being sent to Mr. Richard D. Hudson, District Manager, Lafayette, Louisiana. A copy of this application and plat are also being sent to each Interested Owner, Represented Party, and Interested Party after a reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

As provided by the revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice, therefore, no such notice was issued.

All pertinent data relating to this notice can be obtained, at the cost of the requesting party, by contacting the undersigned at Chevron U.S.A. Inc., 100 Northpark Blvd., Covington, Louisiana 70433, telephone number (985) 773-6718.

Harold C. Harper, Jr Land Representative

Attachments

cc: Office of Conservation

825 Kaliste Saloom Road Brandywine III, Suite 220

Lafavette, Louisiana 70508 - 4284

Attn: Mr. Richard Hudson

Interested Owners, Represented Parties and Interested Parties

