



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

November 16, 1992

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STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

ARCO Oil and Gas Company
P.O. Box 1610
Midland, TX 79702

Attention: Kevin D. Renfro

Administrative Order NSL-3191(SD)

Dear Mr. Renfro:

Reference is made to your application dated September 18, 1992, for an unorthodox Eumont gas well location in an existing non-standard 320-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the E/2 E/2 of Section 7 and the W/2 W/2 of Section 8, both in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-637, dated April 20, 1995 and had dedicated thereon the Barber Gas Com Well No. 1 (formerly the B.J. Barber Well No. 7) located in Unit E of said Section 8.

By Division Administrative Order SD-90-1, dated November 13, 1990, the Barber Gas Com Well No. 2 was recompleted to the subject GPU from the Monument Paddock Pool at a standard gas well location 990 feet from the South line and 660 feet from the East line (Unit P) of said Section 7.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well, to be recompleted from the Monument Paddock Pool and located at an unorthodox gas well location, is hereby approved:

*Barber Gas Com Well No. 3
1650' FNL & 330' FEL (Unit H) of said Section 7.*

Administrative Order NSL-3191(SD)

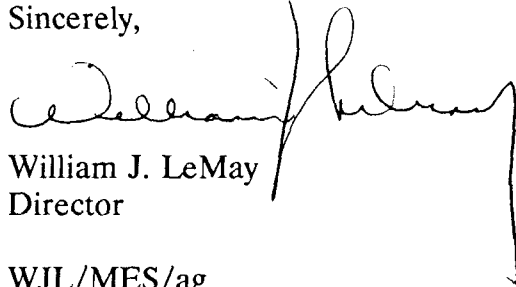
ARCO Oil and Gas Company

November 16, 1992

Page 2

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the No. 3 well with the Well Nos. 1 and 2. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all of the said wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the printed name and title.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
File: SD-90-1