

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 31, 1995

Arch Petroleum Inc.
10 Desta Drive
Suite 420 East
Midland, Texas 79705

Attention: Linda Walker

Administrative Order NSL-3474(SD)

Dear Ms. Walker:

Reference is made to your application dated December 22, 1994 for an unorthodox Eumont gas well location in an existing non-standard 160-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising the W/2 NE/4, SE/4 NE/4, and SE/4 NW/4 of Section 8, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-9145, which order also approved the simultaneous dedication of said GPU to the Bertie Whitmire Well No. 1 (API No. 30-025-06011), located at a standard gas well location 1980 feet from the North and East lines (Unit G) of said Section 8, and to the Bertie Whitmire Well No. 2 (API No. 30-025-06012), located at a standard gas well location 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 8.

It is our understanding that the subject well in this application is currently completed as a Eunice Monument oil well; however, said well will be plugged back and re-completed up hole into the Eumont Gas Pool upon issuance of this order.

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 located at an unorthodox Eumont gas well location in said Section 8 is hereby approved:

VILLAGRA BUILDING - 408 Galisteo
Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830
Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

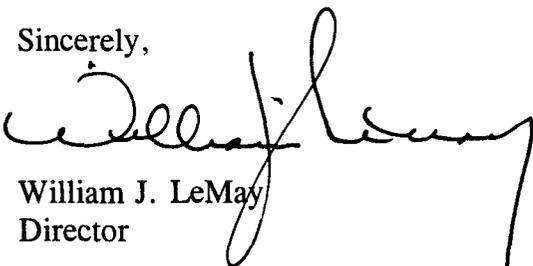
2040 South Pacheco
Office of the Secretary
827-5950
Administrative Services
827-5925
Energy Conservation & Management
827-5900
Mining and Minerals
827-5970
Oil Conservation
827-7131

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*Bertie Whitmire Well No. 9
1980' FNL & 330' FEL (Unit H)
API No. 30-025-20686*

Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the Bertie Whitmire Well No. 9 with the Bertie Whitmire Well Nos. 1 and 2. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all three wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs