



Midland Division
Exploration and Production

Conoco Inc.
10 Desta Drive West
Midland, TX 79705-4514
(915) 686-5400

May 2, 1994

Michael E. Stogner
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

**RE: Application to amend Division Order No. R-5008-A to
Delete the NW/4 SE/4 Sec. 15, T-20S, R-37E (40 Acres)
from the Current 640-Acre Standard Proration Unit
to Form a New 600-Acre Non-Standard Gas Proration Unit**

Dear Mr. Stogner:

Division Order No. R-5008-A, which was issued October 10, 1989, established a 640-acre standard sized proration unit by combining 160 acres in section 10 with 480 acres in section 15 (all within Conoco's Britt B Lease). Three Britt B Eumont gas wells (Nos. 3, 15, and 25) were dedicated to this current proration unit as shown by EXHIBIT A.

Conoco now has a Eumont completion in unit J of section 15 (the Britt B No. 8), within this 640-acre gas proration unit whose production classifies it as a Eumont oil well. A recent well test dated March 10, 1994, showed well No. 8 to be producing 8 BOPD and 60 MCFGPD for a producing GOR of 7500. This well is officially classified as an oil well and production is being reported in the Eumont Yates Seven Rivers Queen Oil Pool.

Therefore, the 40 acres of the NW/4 SE/4 of section 15 needs to be removed from the current gas proration unit and dedicated only to this oil well. This would reduce the current gas proration unit to a 600-acre non-standard unit consisting of:

SW/4	Section 10, T-20S, R-37E	160 acres
W/2	Section 15, T-20S, R-37E	320 acres
W/2 NE/4	Section 15, T-20S, R-37E	80 acres
SW/4 SE/4	Section 15, R-20S, R-37E	40 acres

TOTAL 600 ACRES

RECEIVED

MAY 3 1991

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