



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

September 5, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

ConocoPhillips Company
Permian Basin
4001 Penbrook Street
Odessa, Texas 79762

Attention: Alva Franco
Regulatory Specialist

Administrative Order NSP-1902

Dear Mr. Franco:

Reference is made to the following: (i) your initial application (*administrative application reference No. pTDS0-613549697*) dated May 10, 2006; (ii) the New Mexico Oil Conservation Division's ("Division") response by letter from Mr. Michael E. Stogner, Staff Engineer in Santa Fe, New Mexico, denying this application; (iii) your re-submittal of this application (*administrative application reference No. pTDS0-617258708*) on June 21, 2006; (iv) Ms. Celeste G. Dale's, Regulatory Specialist with ConocoPhillips Company in Odessa, Texas, e-mail to Mr. Stogner on Thursday, August 31, 2006 checking on the status of this application; and (v) the Division's records in Hobbs and Santa Fe, including the file on Division Administrative Order NSP-1797-A (L): all concerning ConocoPhillips Company's request for a non-standard 75.02-acre gas spacing unit comprising the following acreage in the Eumont Gas Pool (76480):

LEA COUNTY, NEW MEXICO

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM

Section 30: Lot 1 and the NE/4 NW/4 (N/2 NW/4 equivalent).

This application has been duly filed under the provisions of the "*Special Pool Rules for the Jalmat Gas Pool*," as promulgated by Division Order No. R-8170-P, issued in Case No. 12563 on December 14, 2001.

This unit is to be dedicated to ConocoPhillips Company's existing Lockhart "A-30" Well No. 7 (**API No. 30-025-04838**), located at a standard Eumont gas well location 660 feet from the North and West lines (Lot 1/Unit D) of Section 30.

By the authority granted me under the provisions of Rules 4 (C), and 4 (D) of the special rules governing the Eumont Gas Pool, the above-described 75.02-acre gas spacing unit for the Lockhart "A-30" Well No. 7 is hereby approved.

Jurisdiction of this cause is retained for the entry of such further orders as the Division deems necessary.

Sincerely,



Handwritten signature of Mark E. Fesmire in cursive script.

Mark E. Fesmire, P. E.
Director

MEF/ms

cc: New Mexico Oil Conservation Division – Hobbs
File: Division Administrative Order NSP-1797-A (L)
Celeste G. Dale, Regulatory Specialist – ConocoPhillips Company, Odessa (Celeste.G.Dale@conocophillips.com)
