



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

GARREY CARRUTHERS
GOVERNOR

November 1, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Chevron USA, Inc.
P.O. Box 1150
Midland, TX 79702

Attention: A. W. Bohling

Administrative Order NSL-2924(SD)

Dear Mr. Bohling:

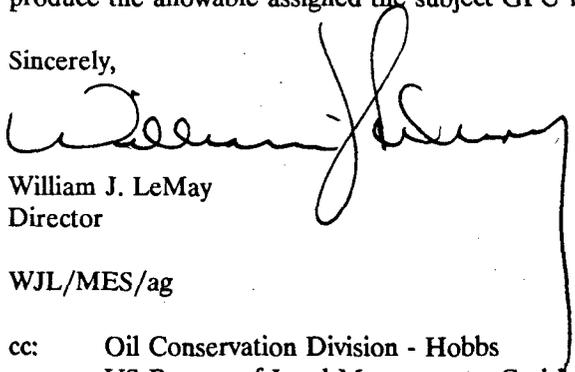
Reference is made to your application dated October 2, 1990 for an unorthodox Eumont gas well location in an existing non-standard 240-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the N/2 NE/4 and SE/4 of Section 5, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Administrative Order NSP-397, dated October 25, 1957 and presently has dedicated thereon the J. R. Holt (NCT-C) Com Well No. 1 located in Unit G of said Section 5.

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 gas well location is hereby approved:

*J. R. Holt (NCT-C) Com Well No. 2
1190' FSL - 1195' FEL (Unit P)*

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the J. R. Holt (NCT-C) Com Well No. 2 with the J. R. Holt (NCT-C) Com Well No. 1. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both of said wells in any proportion.

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad
NM State Land Office - Santa Fe
File: NSP-397