



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

October 20, 1995

Chevron U.S.A., Inc,
P. O. Box 1150
Midland, TX 79702
Attention: A.W. Bohling

Administrative Order NSL-3007-D(SD)

Dear Mr. Bohling:

Reference is made to your application dated August 30, 1995 to drill an additional Eumont gas well at an unorthodox Eumont gas well location in the existing standard 640-acre gas spacing and proration unit (GPU) comprising all of Section 21, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU had originally been dedicated to the Arnott Ramsey (NCT-C) Well No. 13 (API No. 30-025-04746) located in Unit F of said Section 2.

By Division Order NSL-3007(SD), dated April 25, 1991, an additional well, the Arnott Ramsey (NCT-C) Well No. 5 (API No. 30-025-04738), located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 21 was approved for the subject GPU.

By Division Administrative Order NSL-3007-A(SD), dated August 20, 1992, a third well, the Arnott Ramsey (NCT-C) Well No. 15 (API No. 30-025-04748), located at an unorthodox gas well location 660 feet from the South and East lines (Unit P) of said Section 21 was approved for simultaneous dedication to the subject GPU.

Division Administrative Order NSL-3007-B(SD), dated August 2, 1993, a fourth well, the Arnott Ramsey (NCT-C) Well No. 16 (API No. 30-025-32161), located at an unorthodox gas well location 1780 feet from the North line and 680 feet from the East line (Unit H) of said Section 21 was also approved for the subject GPU.

Further, by Division Administrative Order NSL-3007-C(SD), dated March 3, 1994, a fifth well, the Arnott Ramsey (NCT-C) Well No. 17 (API No. 30-025-32440), located at an unorthodox gas well location 18300 feet from the South line and 600 feet from the West line (Unit L) of said Section 21 was approved for simultaneous dedication to this GPU.

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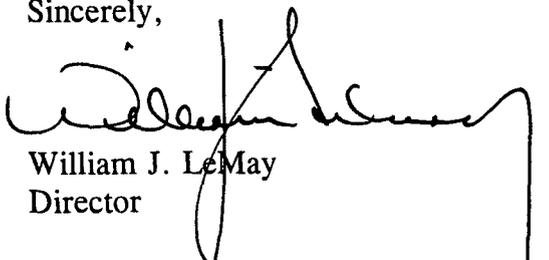
On September 25, 1995 a sixth well, the Arnott Ramsey (NCT-C) Well No. 18 to be drilled at a standard gas well location 1775 feet from the South and East lines (Unit J) of said Section 21 was approved by Division Administrative Order SD-95-6.

By the 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 drilled at an unorthodox gas well location is hereby approved:

Arnott Ramsey (NCT-C) Well No. 19
700' FNL - 1250' FWL (Unit D)

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the Arnott Ramsey (NCT-C) Well No. 19 with the Arnott Ramsey (NCT-C) Well Nos. 5, 13, 15, 16, 17 and 18. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all seven wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSL-3007(SD)
NSL-3007-A(SD)
NSL-3007-B(SD)
NSL-3007-C(SD)
SD-95-6