BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

September 11, 1992

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

Chevron U.S.A. Inc.
P.O. Box 1150
Midland, Texas 79702

Attention: A.W. Bohling

Administrative Order NSL-3154(SD)

Dear Mr. Bohling:

Reference is made to your application dated July 7, 1992 for an unorthodox Eumont gas well location in an existing non-standard 400-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the SW/4 of Section 1 and the NE/4 and E/2 NW/4 of Section 12, all in Township 22 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-1084-C, dated November 4, 1991 and presently has dedicated thereon the H.T. Mattern (NCT-E) Well Nos. 10 and 11 located respectively in Unit N of said Section 1 and Unit B of said Section 12.

It is our understanding that the subject well in this application is currently completed as a producing well in the Drinkard Pool; however, said well will be plugged back to the Eumont Gas Pool upon issuance of this order.
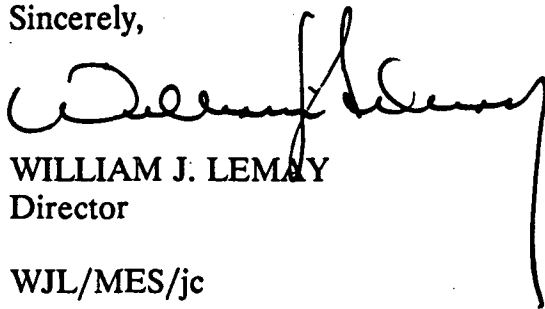
By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location is hereby approved.

H.T. Mattern (NCT-E) Well No. 13
2310' FNL - 330' FEL (Unit H) of Section 12

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the H.T. Mattern (NCT-E) Well Nos. 10 and 11 with the H.T. Mattern (NCT-E) Well No. 13. 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/jc

cc: Oil Conservation Division - Hobbs
      Case File: 10404