



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

December 2, 1993

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Texaco Exploration & Production, Inc.
P.O. Box 730
Hobbs, NM 88241-0730

Attention: Terry L. Fraizer

Administrative Order NSL-3334(SD)

Dear Mr. Fraizer:

Reference is made to your application of October 29, 1993, for an unorthodox Eumont gas well location in an existing non-standard 320-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising Lots 9, 10, 15 and 16 and the SE/4 of Section 2, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-540 and R-540-A, and presently has dedicated thereon the Mexico "W" Well No. 1 located in Unit X of said Section 2.

It is our understanding that the subject well in this application is currently completed as an oil well in the Eumont Pool at a standard oil well location 2970 feet from the South line and 330 feet from the East line (Unit P) of said Section 2. Further, we understand that the deeper oil-bearing zone will be properly plugged back and said well will be recompleted in the upper gas interval of said pool.

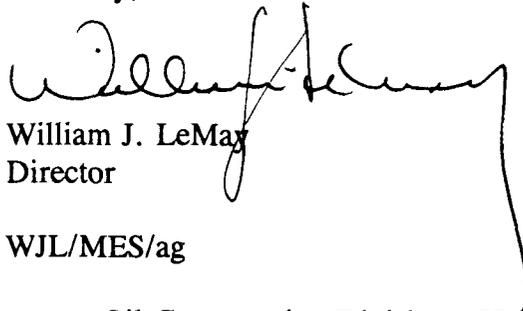
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location is hereby approved:

*Mexico "W" Well No. 2
2970' FSL - 330' FEL (Unit P).*

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Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the Mexico "W" Well No.1 with the Mexico "W" Well No. 2. 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
NM State Land Office - Santa Fe