



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

January 5, 1996

ARCO Permian
Attn: David K. Newell
P. O. Box 1610
Midland, Texas 79702

Administrative Order NSL-3614(SD)

Dear Mr. Newell:

Reference is made to your application dated December 7, 1995 for an unorthodox Eumont "infill" gas well location in an existing non-standard 200-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising the SW/4 and SW/4 SE/4 of irregular Section 5, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Administrative Order NSP-1624.

Eumont gas production from said GPU is currently simultaneously dedicated to the State "G" Com Well No. 1 (API No. 30-025-04499), located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit V) of said Section 5 and the State "G" Com Well No. 4 (API No. 30-025-32250), located at a standard gas well location 1920 feet from the South line and 1650 feet from the West line (Unit S) of said Section 5.

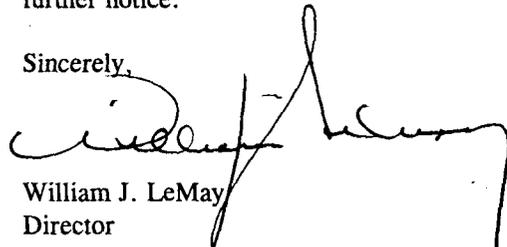
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox Eumont gas well location is hereby approved:

*State "G" Com Well No. 5
990' FSL - 890' FWL (Unit "U") of said Section 5*

Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the State "G" Com Well No. 5 with the State "G" Com Well Nos. 1 and 4. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all three wells in any proportion.

All provisions of said Division Administrative Orders NSP-1624 shall remain in full force and effect until further notice.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-1624
NSP-395