



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

May 20, 1988

John H. Hendrix Corporation
223 West Wall
Suite 525
Midland, TX 79701

Attention: Ronnie H. Westbrook, Vice President

Administrative Order NSP-1534

Dear Mr. Westbrook:

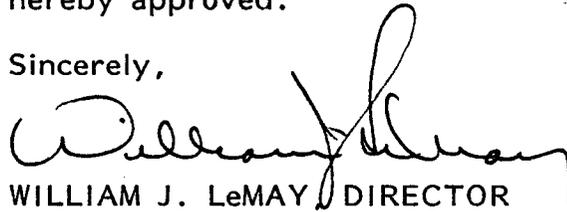
Reference is made to your application for a 120-acre non-standard proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 30: E/2 SE/4 and SW/4 SE/4

It is my understanding that this unit is to be dedicated to your State "A" Well No. 1 to be drilled 735 feet from the South line and 1929 feet from the East line (Unit O) of said Section 30.

By authority granted me under the provisions of 2(a) 4 of Division Order No. R-8170, as amended, the above non-standard proration unit is hereby approved.

Sincerely,



WILLIAM J. LeMAY DIRECTOR

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

REMARKS: Since the establishment of gas prorationing in the Eumont Gas Pool, January 1, 1954, there has existed a 120-acre non-standard gas proration unit covering this acreage and dedicated to the Cities Service Company State "F" Well No. 2, no order given. The State "F" Well No. 2 has been turned over to the Chevron Eunice Monument South Unit Waterflood Project. The State "A" Well No. 1 is essentially a replacement well for the Cities Service Well No. 3.