



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

December 6, 1994

BRUCE KING
GOVERNOR

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

Chantrey Corporation
4830 Ragsdale
Hobbs, New Mexico 88240

Attention: Denise Wann

Administrative Order NSP-1707

Dear Ms. Wann:

Reference is made to your application dated November 2, 1994 for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM
Section 20: E/2 NE/4

It is my understanding that this unit is to be dedicated to your proposed Psalms "23" State Well No. 1 to be drilled at a standard gas well location 990 feet from the North line and 660 feet from the East line (Unit A) of said Section 20.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 80 acres.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/KV

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe