



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 20, 1997

Eunice Well Servicing Company
P.O. Box 880
Eunice, New Mexico 88231-0880
Attention: Rex Busby

Administrative Order NSP-1782

Dear Mr. Busby:

Reference is made to the following: (i) your original application to the Division, dated February 12, 1996; (ii) the Division's initial response to said application by letter from Mr. Michael E. Stogner dated March 4, 1996; (iii) supplemental data submitted on April 22, 1996 comprising a letter from Pogo Producing Company dated April 8, 1996; and, (iv) the records of the Division in Santa Fe: all concerning Eunice Well Servicing Company's request to establish a 40-acre non-standard gas spacing and proration unit consisting of the following acreage in the Wilson Yates-Seven Rivers Associated Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM
Section 24: NW/4 SE/4.

Said 40-acre unit is to be dedicated to the existing Wilson State Well No. 31 (API No. 30-025-02592), located at an approved unorthodox gas well location [see Decretory Paragraph No. (3) of Division Order No. R-9645] 2970 feet from the North line and 1980 feet from the East line (Unit J) of said Section 24.

By authority granted me under the provisions of **Rule 4(b)** of the "*General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico*," as promulgated by Division Order No. R-5353, as amended, and the "*Special Rules and Regulations Wilson Yates-Seven Rivers Associated Pool*," as promulgated by Division Order No. R-9645, the above-described 40-acre non-standard gas spacing and proration unit is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

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