



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

*Attn: OCO
Hohl*

POST OFFICE BOX 2011
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

August 22, 1988

Exxon Company, USA
P.O. Box 1600
Midland, TX 79702-1600

Attention: Bill Duncan

RE: Application for a 120-acre non-standard gas spacing and proration unit for the Eumont Gas Com 3 Well No. 1, A-35-T20S-R36E, Eumont Gas Pool and for reclassification from gas to oil the Eumont Gas Com 3 Well No. 2, H-35-T20S-R36E, Eumont Gas Pool, Lea County, New Mexico.

Dear Mr. Duncan:

Per our telephone conversation today, I am returning the subject application for the 120-acre non-standard proration unit dated June 16, 1987 and all of the subsequent correspondence concerning the same. Division Order No. R-4851 dated September 10, 1974 which approved a 160-acre unit for the NE/4 of said Section 35 will remain in effect subsequent to the reclassification from gas to oil of your Eumont Gas Com 3 Well No. 2.

If you should have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner
Petroleum Engineer

MES/ag