

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury

Cabinet Secretary

October 23, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Conoco, Inc. 10 Desta Drive - Suite 100W Midland, Texas 79705-4500 Attention: Kay Maddox

Administrative Order NSP-1830(L)

Dear Ms. Maddox:

Reference is made to the following: (i) your application dated September 20, 2000; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Conoco, Inc.'s request for a 160-acre non-standard gas spacing and proration unit consisting of the following acreage in the Undesignated Eumont Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 29: NW/4.

This unit is to be dedicated to Conoco, Inc.'s existing SEMU Well No. 101 (API No. 30-025-26183), located at an unorthodox gas well location 660 feet from the North line and 330 feet from the West line (Unit D) of Section 29. It is our understanding that this well was drilled in 1979 to a total depth of 6,758 feet and dually completed as an oil well in both the Blinebry Oil and Gas Pool and the Warren-Tubb Pool where the location is considered to be a standard oil well location. This well last produced in 1987 and has been listed as temporarily abandoned since that time.

This application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By authority granted me under the provisions of Division Rules 605.B (2) (b), 104.D (2), and 104.F (2) and the "Special Rules and Regulations for the Eumont Gas Pool", as promulgated by Division Order No. R-8170, as amended, the above-described 160-acre non-standard gas spacing and proration unit and unorthodox Eumont gas well location for the above-described SEMU Well No. 101 are hereby approved.

Further, Conoco, Inc. is permitted to produce the allowable assigned this 160-acre unit in accordance with Rule 5 of the Eumont special pool rules from this well.

Sincerely.

Lori Wrotenbery

Director

cc:

New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad