



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

December 2, 1998

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

Administrative Order NSP-1797(L)

Dear Ms. Maddox:

Reference is made to the following: (i) your application submitted to the Division on November 12, 1998; and, (ii) the records of the Division in Santa Fe including well files, all orders related to the Eumont Gas Pool, and the files on Division Administrative Orders NSP-4 and NSP-279: all concerning Conoco, Inc.'s request for a 75.12-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
Section 30: Lot 3 and the NE/4 SW/4.

This unit is to be dedicated to the existing Lockhart "A-30" Well No. 5 (API No. 30-025-04836), located at an unorthodox gas well location 2310 feet from the South and West lines (Unit K) of Section 30.

The subject application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool," as promulgated by Division Order No. R-8170, as amended, and Division General Rule 104.F(2): (i) the unorthodox gas well location of the Lockhart "A-30" Well No. 5 is hereby approved; and, (ii) Conoco, Inc. is permitted to produce the allowable assigned the above-described 75.12-acre non-standard gas spacing and proration 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
File: NSP-4
NSP-279

REMARKS: The two previous administrative orders authorizing non-standard gas spacing and proration units for Eumont gas production from this well, NSP-4, dated August 17, 1954, and NSP-279, dated July 11, 1956, are hereby placed in abeyance until further notice.