



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



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August 8, 1994

Chevron USA Production Company
P.O. Box 1150
Midland, TX 79702

Attention: L. V. Trautman

Amendment No. 5 to Administrative Order NSL-990(SD)

Dear Mr. Trautman:

Reference is made to your application dated July 12, 1994 for an unorthodox Eumont Gas well location in a standard 640-acre gas spacing and proration unit (GPU) for the Eumont Gas Pool comprising all of Section 35, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

By Division Order No. R-4590, dated July 13, 1973, two wells were simultaneously dedicated to the subject GPU, the W.A. Ramsey (NCT-A) Well Nos. 7 (API No. 30-025-04918) and 20 (API No. 30-025-04927), both located at unorthodox gas well locations in Units N and E, respectively, of said Section 35.

By Division Administrative Order NSL-990, dated November 8, 1978, an additional well, the W.A. Ramsey (NCT-A) Well No. 13 (API No. 30-025-04912) located at an unorthodox gas well location 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 35, was included in the subject GPU.

On February 2, 1979, the Division approved Amendment No. 2 to Administrative Order NSL-990, which authorized a fourth Eumont Gas well on the subject GPU, the W.A. Ramsey (NCT-A) Well No. 3 (API No. 30-025-04922) located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the East line (Unit N) of said Section 35.

Amendment No. 3 of Administrative Order NSL-990, dated March 25, 1980, authorized the W.A. Ramsey (NCT-A) Well No. 12 (API No. 30-025-04913) located at an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Said Section 35 as the fifth well to be simultaneously dedicated to the subject GPU.

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In June 1991 the W.A. Ramsey (NCT-A) Well No. 10 (API No. 30-025-04915), located at a standard gas well location in Unit K of said Section 35 was included in the subject GPU.

Amendment No. 4 of Administrative Order NSL-990, dated August 20, 1993, authorized the W.A. Ramsey (NCT-A) Well No. 18 (API No. 30-025-04925), located at an unorthodox gas well location 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 35, as the seventh well to be simultaneously dedicated to the subject GPU.

It is our understanding at this time that the subject well in this application is completed in the Queen formation as a Eumont Oil well, however, upon issuance of an order said well will be plugged back and recompleted up-hole in the gas-bearing horizon within the Eumont Gas Pool

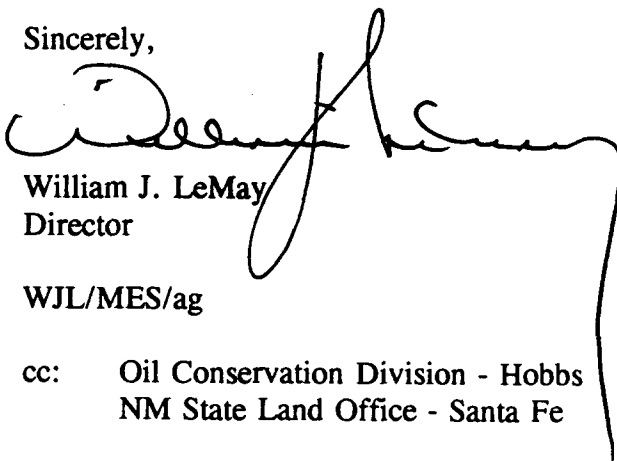
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox gas well location is hereby approved:

W.A. Ramsey (NCT-A) Well No. 51
(API No. 30-025-25626)
1980' FNL - 510' FEL (Unit H)

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the W.A. Ramsey (NCT-A) Well No. 51 with the W.A. Ramsey (NCT-A) Well Nos. 3, 7, 10, 12, 13, 18 and 20. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all of said wells in any proportion.

All previous order herein referred shall remain in full force and effect until further notice.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

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