



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

BRUCE KING
GOVERNOR

April 1, 1991

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SANTA FE, NEW MEXICO 87504
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Chevron USA Inc.
P.O. Box 1150
Midland, TX 79702

Attention: A.W. Bohling

Administrative Order NSL-2721-B(SD)

Dear Mr. Bohling:

Reference is made to your application dated March 8, 1991, for an unorthodox Eumont gas well location in an existing non-standard 480-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the N/2 and SE/4 of Section 34, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-596, dated February 28, 1955, and had dedicated thereon the W.A. Ramsey (NCT-A) Well No. 14 located 1980 feet from the North and West lines (Unit F) of said Section 36.

By Division Administrative Order NSL-2721(SD), dated December 4, 1989, an additional well, the W.A. Ramsey (NCT-A) Well No. 24, located at an unorthodox gas well location 1920 feet from the North line and 660 feet from the East line (Unit H) of said Section 34 was approved.

By Division Administrative Order NSL-2721-A, dated August 17, 1990, a third well to be recompleted to the Eumont Gas Pool, the W.A. Ramsey (NCT-A) Well No. 27, 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 34 was approved. Authorization was also given in said NSL-2721-A to simultaneously dedicate Eumont Gas production from the W.A. Ramsey (NCT-A) Well Nos. 14, 24, and 27 to the subject GPU.

It is our understanding that the subject well in this application is currently completed as a producing well in the Lower Queen interval of the Eumont Oil Pool however said well will be plugged back to the gas producing Upper Queen interval of the Eumont Gas Pool upon issuance of this order.

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:

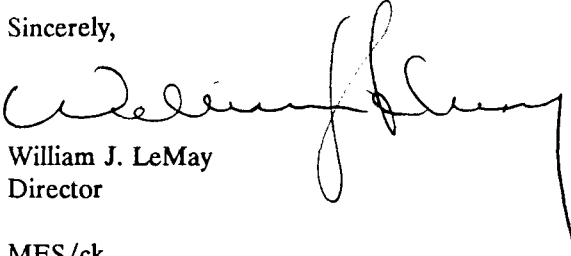
*W.A. Ramsey (NCT-A) Well No. 28
660'FSL - 1980'FEL (Unit O)*

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Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the W.A. Ramsey (NCT-A) Well No. 28 with the W.A. Ramsey (NCT-A) Well Nos. 14, 24, and 27. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all said wells in any proportion.

All provisions of Division Administrative Orders NSL-2721(SD) and NSL-2721-A and Division Order No. R-596 shall remain in full force and effect until further notice.

Sincerely,


William J. LeMay
Director

MES/ck

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe
File: NSL - 2721(SD)
NSL - 2721-A