STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

August 1, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Chevron USA, Inc. P.O. Box 670 Hobbs, NM 88240

Attention: R. C. Anderson, District Manager

Administrative Order NSL-2839(SD)

Dear Mr. Anderson:

Reference is made to your application dated June 25, 1990 for an unorthodox Eumont gas well location in an existing non-standard 307.48-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of Section 19, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Administrative Order NSP-484, dated May 18, 1959, and had dedicated thereon the Eunice Com Well No. 1 located at a standard gas well location 1980 feet from the South and West lines (Unit K) of said Section 19.

It is our understanding that the subject well in this application is currently completed in the Penrose Skelly Pool, however, said well will be plugged back to 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:

Eunice Com Well No. 2 1980' FSL - 560' FWL (Unit L)

Also, you are hereby authorized to simultaneously dedicated Eumont Gas production from both the Eunice Com Well Nos. 1 and 2; furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both of said wells in any proporation.

Sincerely. William J. LeMay. Director WJL/MES/ag

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