## NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION

July 17, 1995

David H. Arrington Oil & Gas, Inc. P. O. Box 2071 Midland, Texas 79702

Attention: David H. Arrington

Administrative Order NSL-2919-A(SD)

Dear Mr. Arrington:

Reference is made to your applications dated May 10, May 30, and June 13, 1995 for two unorthodox Eumont gas well locations in an existing non-standard 477.14-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising Lots 1 and 2, NE/4, E/2 NW/4, and SE/4 of Section 19, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-1487, dated September 14, 1959 and had dedicated thereon the B. V. Culp (NCT-A) Well No. 3 (API No. 30-025-05643), located 1980 feet from the North and West lines (Unit F) of said Section 19.

By Division Order No. R-6482, dated October 20, 1980, a second well, the B. V. Culp (NCT-A) Well No. 9 (API No. 30-025-26663), located 2040 feet from the North line and 1980 feet from the East line (Unit J) of said Section 19, was approved for the subject GPU.

By Division Administrative Order NSL-2919(SD), dated November 1, 1990, an additional well, the B. V. Culp (NCT-A) Gas Com Well No. 10 (API No. 30-025-31002), located at an unorthodox gas well location 840 feet from the North line and 990 feet from the East line (Unit A) of said Section 19, was approved for the subject GPU.

By Division Order No. R-9575, dated September 3, 1991, a fourth well, the B. V. Culp (NCT-A) Gas Com Well No. 11 (API No. 30-025-31313), drilled at an unorthodox gas well location 660 feet from the North line and 2310 feet from the West line (Unit C) of said Section 19, was authorized for the subject GPU.

New Mexico Oil Conservation Division records indicate that the former B. V. Culp (NCT-A) Well No. 3, currently named the North Monument Grayburg San Andres Unit, Block 5, Well No. 6, ceased producing from the Eumont Gas Pool when said well was transferred to

Amerada Hess Corporation to be utilized as a Eunice Monument Grayburg San Andres Pool producing oil well.

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 two following described wells recently drilled to the Eumont Gas Pool at unorthodox locations are hereby approved for the:

B. V. Culp Well No. 12 1322' FNL & 990' FWL (Lot 2/Unit E) of said Section 19 API No. 30-025-32977;

and, the

B. V. Culp Well No. 14 2000' FNL & 1500' FEL (Unit G) of said Section 19 API No. 30-025-32961.

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the B. V. Culp (NCT-A) Well No. 9, the B. V. Culp (NCT-A) Gas Com Well Nos. 10 and 11, and the B. V. Culp Well Nos. 12 and 14. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all five wells in any proportion.

Sincerely,

William J. LeM

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe

File: NSL-2919(SD)