STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

December 18, 1990

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

Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702

Attention: A. W. Bohling

Administrative Order NSL-2965(SD)

Dear Mr. Bohling:

Reference is made to your application dated October 23, 1990 for an unorthodox Eumont gas well location in an existing non-standard 320-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the S/2 N/2 and N/2 S/2 of Section 29, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-4224-A, and presently has dedicated thereon the A.B. Reeves Well Nos. 1, 2 and 3 located in Units L, E and G, respectively, of said Section 29.

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:

A. B. Reeves Well No. 4 1880' FSL - 1980' FEL (Unit J)

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the A.B. Reeves Well Nos. 1, 2 and 3 with the A.B. Reeves Well No. 4. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all of said wells in any proportion.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs