STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY January 31, 1994

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

Chevron USA Production Company Attention: F. S. Godbold P.O. Box 1150 Midland, TX 79702

Administrative Order NSL-3346(SD)

Dear Mr. Godbold:

Reference is made to your application dated January 5, 1994, for an unorthodox Eumont gas well location in an existing non-standard 160-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the SE/4 of Section 31, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Administrative Order NSP-291-A, dated July 12, 1956 and presently has dedicated thereon the B.V. Culp (NCT-B) Well No. 1 located in Unit J of said Section 31.

It is our understanding that the subject well in this application is currently completed in the Monument Blinebry Pool, however, said well will be plugged back and recompleted up-hole in 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:

B.V. Culp (NCT-B) Well No. 4 330' FSL - 990' FEL (Unit P)

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the B.V. Culp (NCT-B) Well No. 4 with the B.V. Culp (NCT-B) Well No. 1. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs US Bureau of Land Management - Carlsbad NM State Land Office - Santa Fe