



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO  
SANTA FE, NEW MEXICO 87505  
(505) 827-7131

September 25, 1995

Chevron U.S.A., Inc.,  
P. O. Box 1150  
Midland, TX 79702  
Attention: A.W. Bohling

*Administrative Order SD-95-6*

Dear Mr. Bohling:

Reference is made to your application dated August 30, 1995 to drill an additional Eumont gas well in the existing standard 640-acre gas spacing and proration unit (GPU) comprising all of Section 21, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU had originally been dedicated to the Arnott Ramsey (NCT-C) Well No. 13 (API No. 30-025-04746) located in Unit F of said Section 2.

By Division Order NSL-3007(SD), dated April 25, 1991, an additional well, the Arnott Ramsey (NCT-C) Well No. 5 (API No. 30-025-04738), located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 21 was approved for the subject GPU.

By Division Administrative Order NSL-3007-A(SD), dated August 20, 1992, a third well, the Arnott Ramsey (NCT-C) Well No. 15 (API No. 30-025-04748), located at an unorthodox gas well location 660 feet from the South and East lines (Unit P) of said Section 21 was approved for simultaneous dedication to the subject GPU.

Division Administrative Order NSL-3007-B(SD), dated August 2, 1993, a fourth well, the Arnott Ramsey (NCT-C) Well No. 16 (API No. 30-025-32161), located at an unorthodox gas well location 1780 feet from the North line and 680 feet from the East line (Unit H) of said Section 21 was also approved for the subject GPU.

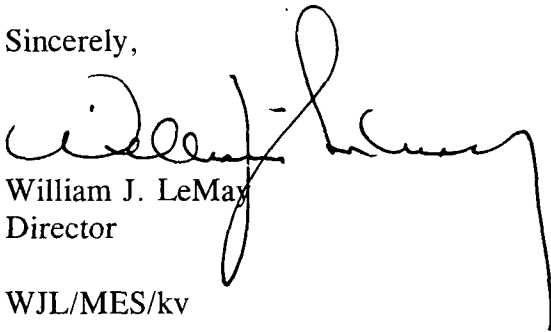
Further, by Division Administrative Order NSL-3007-C(SD), dated March 3, 1994, a fifth well, the Arnott Ramsey (NCT-C) Well No. 17 (API No. 30-025-32440), located at an unorthodox gas well location 18300 feet from the South line and 600 feet from the West line (Unit L) of said Section 21 was approved for simultaneous dedication to this GPU.

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Chevron is hereby authorized to drill its proposed Arnott Ramsey (NCT-C) Well No. 18 at a standard gas well location 1775 feet from the South and East lines (Unit J) of said Section 21 and simultaneously dedicate Eumont Gas production from this well with the Arnott Ramsey (NCT-C) Well Nos. 5, 13, 15, 16 and 17. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all five wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long, sweeping horizontal stroke extending to the right.

William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
New Mexico State Land Office - Santa Fe  
Doyle Hartman, Oil Operator - Midland, TX  
File: NSL-3007(SD)  
NSL-3007-A(SD)  
NSL-3007-B(SD)