NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

September 30, 1998

Exxon Corporation
P. O. Box 4358
Houston, Texas 77210-4358
Attention: Bob Ward

Administrative Order SD-98-6

Dear Mr. Ward:

Reference is made to the following: (i) Exxon Corporation's ("Exxon") initial application filed by Ms. Charlotte H. Harper dated August 5, 1998; (ii) your telephone conversation with Michael E. Stogner, Engineer with the New Mexico Oil Conservation Division on Tuesday, September 29, 1998; and, (iii) the records of the Division in Santa Fe: all of which refer to Exxon's request to simultaneously dedicate Tubb gas production within an existing standard 159.50-acre gas spacing and proration unit that comprises Lots 1 and 2 and the S/2 NE/4 (NE/4 equivalent) of Section 2, Township 22 South, Range 37 East, NMPM, Tubb Oil and Gas Pool, Lea County, New Mexico.

Exxon is hereby authorized to simultaneous dedicate Tubb gas production from both of the following described wells to this 160-acre unit:

- the New Mexico "S" State Well No. 12 (API No. 30-025-09961), located at a standard gas well location 660 feet from the North line and 770 feet from the East line (Lot 1/Unit A) of Section 2; and
- the New Mexico "S" State Well No. 13 (**API No. 30-025-00962**), located at a standard gas well location 660 feet from the North line and 1980 feet from the East line (Lot 2/Unit B) of Section 2.

Further, Exxon is hereby permitted to produce the allowable assigned this standard 160-acre gas spacing and proration unit from both wells in any proportion.

Sincerely,

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Director

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cc: New Mexico Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe