STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD

November 29, 1993

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

Conoco, Inc.

10 Desta Drive, Suite 100W Midland, TX 79705-4500 Attention: Jerry Hoover

Amended Administrative Order NSP-1114(L)

Dear Mr. Hoover:

Reference is made to your application dated October 27, 1993 to reinstate the previously approved 80-acre non-standard gas spacing and proration unit in the Eumont Gas Pool (Division Administrative Order NSP-1114, dated November 6, 1978) comprising the S/2 SW/4 of Section 1, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

It is our understanding that the original well dedicated to this unit, the State F-1 Well No. 1, located 660 feet from the South and West lines (Unit U) of Section 1, has been temporarily abandoned since July 1989.

Furthermore, it is our understanding that this unit will now be dedicated to Conoco's State F-1 Well No. 9, which was drilled in 1980 and dually completed in both the Hardy Blinebry and Hardy Drinkard Pools at a standard oil well location 330 feet from the South and West lines (Unit U) of said Section 1, and subsequent to issuance of this order, both the Blinebry and Drinkard intervals will be plugged back and the well will be recompleted up-hole to the Eumont Gas Pool, which pursuant to Rule 2(b) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, is unorthodox.

By the authority granted me under the provisions of Rule 2(a)4 and 2(c) of said Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby granted and approval to continue operating the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with Rule 5 of said pool rules based upon the unit size of 80 acres.

The original Order NSP-1114 is hereby placed in abeyance until further notice.

Sincerely,

William J. LeMay

Director

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe