

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



February 2, 1995

ARCO Permian
Attn: David K. Newell
P. O. Box 1610
Midland, Texas 79702

Administrative Order NSL-3476(SD)

Dear Mr. Newell:

Reference is made to your application dated January 9, 1995 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 E/2 of Section 9, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Administrative Order NSP-1685(SD)(L).

Eumont gas production from said GPU is currently simultaneously dedicated to the Ernest C. Adkins Well No. 5 (API No. 30-025-04582), located at a standard gas well location 1650 feet from the North line and 990 feet from the East line (Unit H) of said Section 9, the Ernest C. Adkins Well No. 9 (API No. 30-025-04586), located at an unorthodox gas well location, which was also approved by said Order NSP-1685(SD)(L), 730 feet from the South line and 1910 feet from the East line (Unit O) of said Section 9, and the Ernest C. Adkins Well No. 12 (API No. 30-025-32442), located at a standard gas well location 2160 feet from the South line and 1650 feet from the East line (Unit J) of said Section 9.

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 to be drilled at an unorthodox Eumont gas well location is hereby approved:

Ernest C. Adkins Well No. 13
1050'FNL - 1980'FEL (Unit "B") of said Section 9
(API No. 30-025-32834)

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830
Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950
Administrative Services
827-5925
Energy Conservation & Management
827-5900
Mining and Minerals
827-5970
Oil Conservation
827-7131

Administrative Order NSL-3476(SD)

ARCO Permian

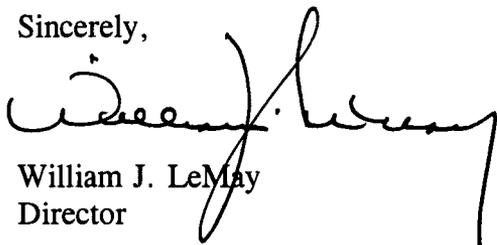
February 2, 1995

Page 2

Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the Ernest C. Adkins Well No. 13 with the Ernest C. Adkins Well Nos. 5, 9, and 12. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all four wells in any proportion.

All provisions of said Division Administrative Orders NSP-1685(SD)(L) shall remain in full force and effect until further notice.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
File: NSP-1685(SD)(L)