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



OIL CONSERVATION DIVISION



January 25, 1995

Conoco, Inc. 10 Desta Drive - Suite 100W Midland, Texas 79705

Attention: Jerry W. Hoover

Administrative Order NSL-3472(SD)

Dear Mr. Hoover:

Reference is made to your application dated August 4, 1994 for an unorthodox Eumont gas well location in an existing non-standard 600-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising the SW/4 of Section 10 and the W/2 NE/4, W/2, and SW/4 SE/4 of Section 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Administrative Order NSP-1697(SD).

Eumont gas production from said GPU is currently simultaneously dedicated to the Britt "B" Well No. 3 (API No. 30-025-06102), located 1980 feet from the South line and 330 feet from the West line (Unit L) of said Section 15, the Britt "B" Well No. 15 (API No. 30-025-06051), located 660 feet from the South line and 330 feet from the West line (Unit M) of said Section 10, and the Britt "B" Well No. 25 (API No. 30-025-24956), located 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 15.

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 which has been drilled at an unorthodox Eumont gas well location is hereby approved:

Britt "B" Well No. 31 1650'FSL - 1290'FWL (Unit "L") of said Section 10 (API No. 30-025-32639)

VILLAGRA BUILDING - 405 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147 827-7485 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-3472(SD) Conoco, Inc. January 25, 1995 Page2

Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the Britt "B" Well No. 31 with the Britt "B" Well Nos. 3, 15, and 25. 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-1697(SD) shall remain in full force and effect until further notice.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc:

Oil Conservation Division - Hobbs

U. S. Bureau of Land Management/- Carlsbad

File: NSP-1697(SD)