



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

December 7, 1999

Exxon Corporation
P. O. Box 4358
Houston, Texas 77210-4358
Attention: Charlotte Harper

Hawkins Exploration, Inc.
550 W. Texas Ave. - Suite 625
Midland, Texas 79701
Attention: Mark T. Hawkins

Administrative Order NSP-1701-B

Dear Ms. Harper and Mr. Hawkins:

Reference is made to the following: (i) your application dated August 13, 1999; (ii) the New Mexico Oil Conservation Division's ("Division") initial response by letter dated August 23, 1999; (iii) a letter dated December 6, 1999 from Mr. Mark T. Hawkins; (iv) several telephone conversations between Mr. Hawkins and Mr. Michael E. Stogner, Engineer/Chief Hearing Officer with the Division in Santa Fe and between Mr. Bill Duncan with Exxon Corporation ("Exxon") in Houston and Mr. Stogner; and (v) the records of the Division: all concerning Exxon's request to establish the following two described 40-acre non-standard gas spacing and proration units within the Eumont Gas Pool in Section 26, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico:

- (A) the SE/4 SE/4 (Unit P), which is to be dedicated to the existing New Mexico "G" State Well No. 2 (API No. 30-025-04779) located at a standard gas well location 660 feet from the South and East lines of Section 26; and
- (B) the NW/4 SW/4 (Unit L), which is to be dedicated to the existing New Mexico "G" State Well No. 10 (API No. 30-025-04785) located at a standard gas well location 1980 feet from the South line and 660 feet from the East line of Section 26.

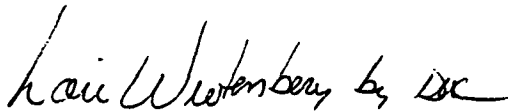
The subject requests have been duly filed under the provisions of New Mexico Oil Conservation Division ("Division") Rule 104.F.

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By the authority granted me under the provisions of **Rule 2(d)** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, and Division Rule 104.D (2) the two above-described non-standard 40-acre gas spacing and proration units are hereby approved.

It is further ordered that Division Administrative Order NSP-1701-A (L) (SD), which order established a 560-acre non-standard Eumont gas spacing and proration unit comprising the NE/4, W/2 NW/4, SE/4 NW/4, SW/4, W/2 SE/4, and SE/4 SE/4 of Section 26 and was simultaneously dedicated to Exxon's New Mexico "G" State Wells No. 2, 10, and 11, is hereby placed in abeyance until further notice.

Sincerely,



Lori Wrotenbery
Director

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSL-1701 (SD) (L)
NSL-1701-A (L) (SD)