STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

October 10, 1995

ARCO Permian P.O. Box 1610 Midland, Texas 79702

Attention: David K. Newell

Administrative Order NSP-1743

Dear Mr. Newell:

Reference is made to your application dated September 12, 1995 for a non-standard 40-acre gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM Section 12: NE/4 SE/4

It is my understanding that this unit is to be dedicated to your existing Endura "DE" State Well No. 4 (API No. 30-025-03454) located at a standard gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 12.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 40 acres.

Sincerely,

William J. LeMay

Director

WJL/MES

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe