

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

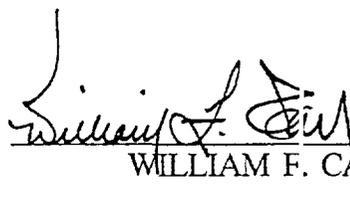
IN THE MATTER OF THE APPLICATION OF
CHEVRON U.S.A., INC., FOR
A NON-STANDARD PRORATION UNIT,
AND UNORTHODOX WELL LOCATIONS,
LEA COUNTY, NEW MEXICO.

CASE NO. 9948

AFFIDAVIT

STATE OF NEW MEXICO)
)ss.
COUNTY OF SANTA FE)

WILLIAM F. CARR, attorney in fact and authorized representative of Chevron U.S.A., Inc., the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested persons entitled to receive notice as shown by Exhibit "A" attached hereto, and that pursuant to Rule 1207, notice has been given at the correct addresses provided by such rule.


WILLIAM F. CARR

SUBSCRIBED AND SWORN to before me this 29th day of May, 1990.


Notary Public

My Commission Expires:

August 19, 1991

Chevron U.S.A. 4
9948

EXHIBIT A

Amerada Hess Corporation
Post Office Box 840
Seminole, Texas 79360
Attn: J.I. Johnson

Lewis B. Burleson, Inc.
Post Office Box 2479
Midland, Texas 79702
Attn: S. Burleson

Conoco Inc.
Post Office Box 460
Hobbs, New Mexico 88240
Attn: H. Ingram

OXY U.S.A., Inc.
Post Office Box 50250
Midland, Texas 79710
Attn: R.E. Foppiano

Pearson-Sibert Oil Co.
901 W. Missouri Avenue
Midland, Texas 79701
Attn: R.D. Fitting

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attn: W. B. Berry

Shell Western E&P Inc.
Post Office Box 576
Houston, Texas 77001

Texaco Producing Company
Post Office Box 728
Hobbs, New Mexico 88240
Attn: J.A. Head

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL S. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Amerada Hess Corporation
Post Office Box 840
Seminole, Texas 79360
Attn: J.I. Johnson

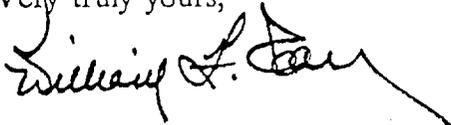
Re: Application of Chevron U.S.A., Inc. for a Non-Standard Proration Unit and
Unorthodox Well Location, Lea County, New Mexico

Gentlemen:

This letter is to advise you that Chevron U.S.A., Inc. has filed an application with the New Mexico Oil Conservation Division seeking approval of a 240-acre Eumont non-standard proration unit consisting of the NE/4 and the N/2 NW/4 of Section 34, Township 19 South, Range 36 East, N.M.P.M., Lea County, New Mexico. Chevron U.S.A., Inc. proposes to dedicate this non-standard proration unit to its J.W. Smith No. 7 Well to be located at an unorthodox location 1900 feet from the North line and 660 feet from the East line of said Section 34 in the Eumont Gas Pool.

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Very truly yours,



WILLIAM F. CARR
ATTORNEY FOR CHEVRON U.S.A., INC.

WFC:mlh

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
 Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxes for additional service(s) requested.
 1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

3. Article Addressed to: Amerada Hess Corporation
 Post Office Box 840
 Seminole, Texas 79360
 Attn: J.I. Johnson

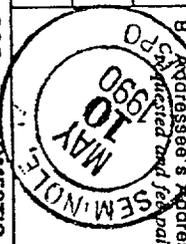
4. Article Number: P 106 678 490

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise

5. Signature - Address: *J.I. Johnson*
 6. Signature - Agent: *J.I. Johnson*

7. Date of Delivery: *5-10-90*

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865
 DOMESTIC RETURN RECEIPT



P-106 678 490
 RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL

Amerada Hess Corporation
 Post Office Box 840
 Seminole, Texas 79360
 Attn: J.I. Johnson

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date	MAY - 8 1990

PS Form 3800, June 1985

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Lewis B. Burluson, Inc.
Post Office Box 2479
Midland, Texas 79702
Attn: S. Burluson

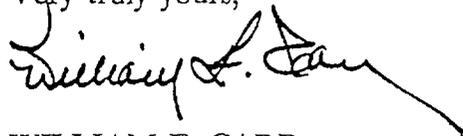
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ATTORNEY FOR CHEVRON U.S.A., INC.

WFC:mlh

P-106 678 491

RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

Lewis B. Burleson, Inc.
Post Office Box 2479
Midland, Texas 79702
Attn: S. Burleson

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date	MAY - 8 1990

PS Form 3800, June 1985

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1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

3. Article Addressed to: Lewis B. Burleson, Inc.
Post Office Box 2479
Midland, Texas 79702
Attn: S. Burleson

4. Article Number: P 106 678 491

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise
 Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address: X

6. Signature Agent: X *S. Burleson*

7. Date of Delivery: MAY 10 1990

8. Addressee's Address (ONLY if requested and fee paid): FEE NOT PAID

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-866 DOMESTIC RETURN RECEIPT

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE I - III) NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Conoco Inc.
Post Office Box 460
Hobbs, New Mexico 88240
Attn: H. Ingram

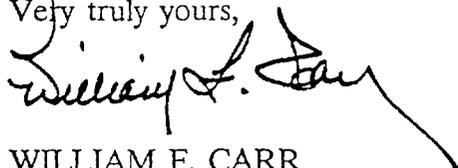
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 1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

3. Article Addressed to: Conoco Inc. Post Office Box 460 Hobbs, New Mexico 88240 Attn: H. Ingram		4. Article Number P 106 678 492	
5. Signature - Address <input checked="" type="checkbox"/>		Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> COD <input type="checkbox"/> Return Receipt for Merchandise	
6. Signature - Agent <input checked="" type="checkbox"/>		Always obtain signature of addressee or agent and DATE DELIVERED.	
7. Date of Delivery 5-10-90		8. Addressee's Address (ONLY if requested and fee paid)	

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

P-106 678 492
 RECEIPT FOR CERTIFIED MAIL

Conoco Inc.
 Post Office Box 460
 Hobbs, New Mexico 88240
 Attn: H. Ingram

P.O., State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date MAY - 8 1990	

PS Form 3800, June 1985

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

OXY U.S.A., Inc.
Post Office Box 50250
Midland, Texas 79710
Attn: R.E. Foppiano

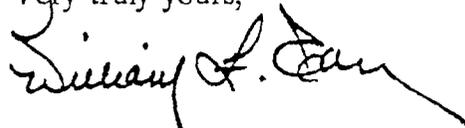
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1. Show to whom delivered, date, and addressee's address. (Extra charge)
 2. Restricted Delivery (Extra charge)

3. Article Addressed to: OXY U.S.A., Inc.
 Post Office Box 50250
 Midland, Texas 79710
 Attn: R.E. Foppiano

4. Article Number: P 106 678 493

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise

5. Signature — Address: *[Signature]*

6. Signature — Agent: *[Signature]*

7. Date of Delivery: MAY 8 1990

8. Addressee's Address (ONLY if requested and fee paid):

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-885 DOMESTIC RETURN RECEIPT

P-106 678 493

RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL

OXY U.S.A., Inc.
 Post Office Box 50250
 Midland, Texas 79710
 Attn: R.E. Foppiano

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$
Postmark or Date	MAY - 8 1990

CAMPBELL & BLACK, P.A.

LAWYERS

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PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Pearson-Sibert Oil Co.
901 W. Missouri Avenue
Midland, Texas 79701
Attn: R.D. Fitting

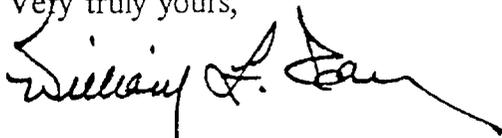
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ATTORNEY FOR CHEVRON U.S.A., INC.

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3. Article Addressed to: Pearson-Sibert Oil Co.
 901 W. Missouri Avenue
 Midland, Texas 79701
 Attn: R.D. Fitting

4. Article Number: P 106 678 494

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address: *R.D. Fitting*
 6. Signature - Agent: *[Signature]*
 7. Date of Delivery: 5-10-90

8. Addressee's Address (ONLY if requested and fee paid):
[Signature]

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

P-106 678 494
 RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL

Pearson-Sibert Oil Co.
 901 W. Missouri Avenue
 Midland, Texas 79701
 Attn: R.D. Fitting

Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	S
Postmark or Date	MAY - 8 - 1990

PS Form 3800, June 1985

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY
PATRICIA A. MATTHEWS

JEFFERSON PLACE
SUITE 1 - 11C NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attn: W. B. Berry

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3. Article Addressed to:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attn: W. B. Berry

4. Article Number
P 106 678 495

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address
X

8. Addressee's Address (ONLY if requested and fee paid)

6. Signature - Agent
X *W. B. Berry*

7. Date of Delivery
5-14-90

SCML

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-885 DOMESTIC RETURN RECEIPT

P-106 678 495
RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attn: W. B. Berry

Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	S
Postmark or Date	MAY - 8 1990

PS Form 3800, June 1985

CAMPBELL & BLACK, P.A.
LAWYERS

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JEFFERSON PLACE
SUITE 1 - 110 NORTH GUADALUPE
POST OFFICE BOX 2208
SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPYER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Shell Western E&P Inc.
Post Office Box 576
Houston, Texas 77001

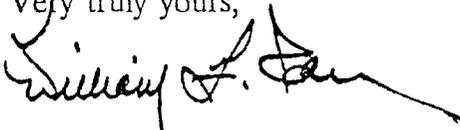
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3. Article Addressed to:
 Shell Western E&P Inc.
 Post Office Box 576
 Houston, Texas 77001

4. Article Number
 P 106 678 496

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature — Address
 X

6. Signature — Agent
 X

7. Date of Delivery
 MAY 11 1990

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-885 DOMESTIC RETURN RECEIPT

P-106 678 496
 RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL

Shell Western E&P Inc.
 Post Office Box 576
 Houston, Texas 77001

Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	S
Postmark or Date	MAY - 8 1990

PS Form 3800, June 1985

CAMPBELL & BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
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SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421
TELECOPIER: (505) 983-6043

May 8, 1990

CERTIFIED MAIL -
RETURN RECEIPT REQUESTED

Texaco Producing Company
Post Office Box 728
Hobbs, New Mexico 88240
Attn: J.A. Head

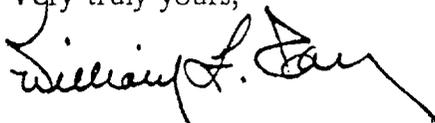
Re: Application of Chevron U.S.A., Inc. for a Non-Standard Proration Unit and
Unorthodox Well Location, Lea County, New Mexico

Gentlemen:

This letter is to advise you that Chevron U.S.A., Inc. has filed an application with the New Mexico Oil Conservation Division seeking approval of a 240-acre Eumont non-standard proration unit consisting of the NE/4 and the N/2 NW/4 of Section 34, Township 19 South, Range 36 East, N.M.P.M., Lea County, New Mexico. Chevron U.S.A., Inc. proposes to dedicate this non-standard proration unit to its J.W. Smith No. 7 Well to be located at an unorthodox location 1900 feet from the North line and 660 feet from the East line of said Section 34 in the Eumont Gas Pool.

This application has been set for hearing before a Division Examiner on May 30, 1990. You are not required to attend this hearing but, as the owner of an interest that may be affected by this non-standard proration unit or this unorthodox well location, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Very truly yours,



WILLIAM F. CARR
ATTORNEY FOR CHEVRON U.S.A., INC.

WFC:mlh

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for tags and check boxes for additional service(s) requested.
 1. Show to whom delivered, date, and address of addressee. 2. Restricted Delivery (Extra charge)

3. Article Addressed to:
 Texaco Producing Company
 Post Office Box 728
 Hobbs, New Mexico 88240
 Attn: J.A. Head

4. Article Number
 P 106 678 497
 Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD
 Return Receipt for Merchandise
 Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Address
J.A. Head

6. Addressee's Address (ONLY if requested and fee paid)
 MAY 10 1990
if fee not paid

7. Date of Delivery
 PS Form 3811, Mar. 1988 * U.S.G.P.O. 1988-212-865 DOMESTIC RETURN RECEIPT

P-106 678 497
 RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL
 Texaco Producing Company
 Post Office Box 728
 Hobbs, New Mexico 88240
 Attn: J.A. Head

Postage	S
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	S
Postmark or Date	MAY - 8 1990

PS Form 3800, June 1985

STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9948
Order No. R-9197

APPLICATION OF CHEVRON USA INC.
FOR A NON-STANDARD GAS PRORATION
UNIT AND AN UNORTHODOX GAS WELL
LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 30, 1990, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 11th day of June, 1990, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Chevron USA Inc., seeks approval of a non-standard 240-acre gas spacing and proration unit in the Eumont Gas Pool comprising the NE/4 and the N/2 NW/4 of Section 34, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, said unit to be dedicated to the J. W. Smith Well No. 7 to be drilled at an unorthodox gas well location 1900 feet from the North line and 660 feet from the East line (Unit H) of said Section 34.

CASE NO. 9948
Order No. R-9197
Page -2-

(3) A portion of the subject acreage, being the E/2 NE/4, has previously been developed within the Eumont Gas Pool by the Chevron USA Inc. J. W. Smith Well No. 2 located 660 feet from the North and East lines (Unit A) of said Section 34. Said well is currently a water injection well within the applicant's Northwest Eumont Unit.

(4) The presence of an existing Eumont Gas Pool non-standard gas proration unit within said Section 34 comprising the N/2 SE/4, NE/4 SW/4 and the SE/4 NW/4, precludes the formation of a standard gas proration unit within said section.

(5) The proposed unorthodox gas well location is necessitated in part by the irregular size and shape of the proposed spacing unit and, according to geologic evidence presented by the applicant, a well at the proposed unorthodox location should encounter a greater amount of net pay within the Penrose formation than would a well located at a standard location thereon, thereby increasing the likelihood of obtaining commercial gas production.

(6) The entire non-standard gas proration unit may reasonably be presumed productive of gas from the Eumont Gas Pool, and the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid well.

(7) No offset operator and/or interest owner appeared at the hearing in opposition to the proposed non-standard gas proration unit or unorthodox gas well location.

(8) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

(9) For purposes of assigning a gas allowable in the Eumont Gas Pool, the subject proration unit should be assigned an acreage factor of 1.5.

CASE NO. 9948
Order No. R-9197
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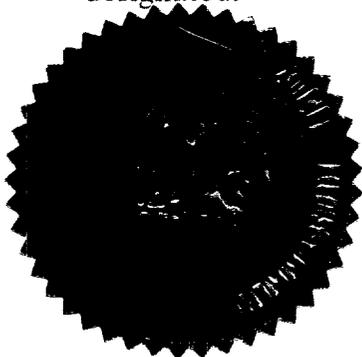
IT IS THEREFORE ORDERED THAT:

(1) A non-standard 240-acre gas spacing and proration unit in the Eumont Gas Pool comprising the NE/4 and the N/2 NW/4 of Section 34, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to a well to be drilled at an unorthodox gas well location 1900 feet from the North line and 660 feet from the East line (Unit H) of said Section 34.

(2) For purposes of assigning a gas allowable in the Eumont Gas Pool, the subject proration unit shall be assigned an acreage factor of 1.5.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY
Director