STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION-

BRUCE KING

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

January 4, 1991

Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702

Attention: A. W. Bohling

Administrative Order NSL-2969

Dear Mr. Bohling:

Reference is made to your application dated December 4, 1990 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an active secondary recovery project for your Eunice Monument South Unit "B" Well No. 855 to be located 1450 feet from the North line and 870 feet from the West line (Unit E) of Section 11, Township 20 South, Range 36 East, NMPM, Eunice Monument Pool, Eunice Monument South Unit Expansion Area "B" Project Area, Lea County, New Mexico. Said well to be dedicated to a standard 40-acre oil spacing and proration unit comprising the SW/4 NW/4 (Unit E) of said Section 11.

By the authority granted me under the provisions of General Rule 104 F(I) the abovedescribed unorthodox oil well location is hereby approved.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs