STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

April 1, 1991

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

Chevron U.S.A. Inc. P.O. Box 1150 Midland, TX 79702

Attention: A.W. Bohling

Administrative Order NSL-3000(SD)

Dear Mr. Bohling:

Reference is made to your application dated March 8, 1991, for an unorthodox Eumont gas well location in an existing standard 640-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising all of Section 27, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

By Division Order No. R-4496, dated March 21, 1973, authorization was given to simultaneously dedicate Eumont Gas production to the subject GPU from the W.A. Ramsey (NCT-A) Well No. 17 located at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 27 and the W.A. Ramsey (NCT-A) Well No. 46 located at an unorthodox gas well location 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 27.

It is our understanding that the subject well in this application is currently a shut-in water injection well in the Lower Queen interval of the Eumont Oil Pool, however, said well will be plugged back to the gas producing Upper Queen interval of the Eumont Gas Pool upon issuance of this order.

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 located at an unorthodox gas well location is hereby approved:

W.A. Ramsay (NCT-A) Well No. 35 660'FSL-1980'FWL (Unit N)

30-025-08719

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Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the W.A. Ramsay (NCT-A) Well No. 35 with the W.A. Ramsay (NCT-A) Well Nos. 17 and 46. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all of said wells in any proportion.

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs NM State Land Office - Santa Fe