STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

January 24, 1994

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: F. S. Godbold, III

Administrative Order NSL-3000-C(SD)

Dear Mr. Godbold:

Reference is made to your application dated December 22, 1993 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. Ramsay (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. Ramsay (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.

By Division Administrative Order NSL-3000(SD), dated April 1, 1991, an additional well, the W.A. Ramsay (NCT-A) Well No. 35, located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 27 was approved for the subject GPU.

By Division Administrative Order NSL-3000-A(SD) dated July 24, 1991, a fourth well, the W.A. Ramsay (NCT-A) Well No 42, located at unorthodox gas well locations 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 27 was approved for the subject GPU.

By Division Administrative Order NSL-3000-B(SD) dated May 26, 1993,a fifth well, the W.A. Ramsay (NCT-A) Well No 37, located at unorthodox gas well locations 1980 feet from the North line and 660 feet from the East line (Unit H) of said Section 27 was also approved for the subject GPU.

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It is our understanding that the subject well in this application is currently completed 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. 29 610' FSL - 660' FEL (Unit P) 30-035-04797

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the W.A. Ramsay (NCT-A) Well No. 29 with the W.A. Ramsay (NCT-A) Well Nos. 17, 35, 37, 42 and 46. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all six wells in any proportion.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe

File: NSL-3000(SD)

NSL-3000-A(SD)

NSL-3000-B(SD)