STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

August 20, 1992

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, Texas 79702

Attention: A.W. Bohling

Administrative Order NSL-3007-A(SD)

Dear Mr. Bohling:

Reference is made to your application dated July 10, 1992 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 21, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU had originally been dedicated to the Arnott Ramsay NCT-C Well No. 13 located in Unit F of said Section 21.

By Division Administrative Order NSL-3007(SD), dated April 25, 1991, an additional well, the Arnott Ramsay (NCT-C) Well No. 5, 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 2 was approved.

It is our understanding that the subject well in this application is currently completed as a producing 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 if this order.

By the 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:

Arnott Ramsay (NCT-C) Well No. 15 660' FS & EL (Unit P)

30-025-04748

Chevron U.S.A. Inc.

Administrative Order NSL-3007-A(SD)

August 20, 1992

Page 2

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the Arnott Ramsay (NCT-C) Well No. 15 with the Arnott Ramsay (NCT-C) Well Nos. 5 and 13. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all three wells in any proportion.

Sincerely,

WILLIAM J. LEMAY

Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs

NMSLO - Santa Fe