



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

February 8, 2008

Enervest Operating, L.L.C.  
Attn: Ronnie L. Young  
1001 Fannin St, Suite 800  
Houston, TX 77002-6707

## **Administrative Order SD-200612-B**

Re: State A Com. Well No. 8  
Unit X, Section 5, Twsp 21S, Range 36E  
Lea County

Dear Mr. Young:

Reference is made to the following:

(a) your application (**administrative simultaneous dedication [SD] application reference No. pKVR08-01750068**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on January 17, 2008, and

(b) the Division's records pertinent to your request.

Enervest Operating, L.L.C. (Enervest) has requested to simultaneously dedicate its proposed State A Com. Well No. 8 (the proposed well), along with the following existing gas wells:

State A Com. No. 4	API No. 30-025-04567	660 FNL & 660 FEL (Unit A) of Section 8
State A Com. No. 5	API No. 30-025-31117	1650 FSL & 845 FEL (Unit Q) of Section 5
State A Com. No. 6	API No. 30-025-37957	1780 FSL & 1980 FEL (Unit G) of Section 8

to an existing, non-standard 280-acre gas spacing unit in Eumont-Yates/Seven Rives/Queen Gas Pool (76480), comprising Units Q, R and X of irregular Section 5 and the NE/4 of Section 8, Township 21 South, Range 36 East, N.M.P.M., in Lea County, New Mexico.

The proposed well will be drilled at a non-standard gas well location 660 feet from the South line and 475 feet from the East line (Unit X) of Section 5. This non-standard location is being this day approved by Administrative Order NSL-5782, issued pursuant to your NSL application filed simultaneously with this application.

Division approval of simultaneous dedication is required because Rule 3(C) of the Special Pool Rules for the Eumont Gas Pool, as provided in Order R-8170-P, adopted December 14, 2001, prohibits the dedication of more than one gas well per 160 acres in that pool. Simultaneous dedication of this unit to the three existing gas wells was approved by Administrative Order SD-200612, issued on May 17, 2006.

Your application has been duly filed under the provisions of Division Rules 104.D(3) and 1210.A, and Rule 4(B) of the Special Pool Rules for the Eumont Gas Pool.

It is our understanding that you are seeking simultaneous dedication of this unit to the four wells described for geological reasons, in order to prevent waste and maximize production from this unit. As required by Rule 4(B) of the applicable pool rules, you have furnished evidence to support your conclusion that the granting of this application will prevent waste and will not impair correlative rights.

We also understand that you have given due notice of this application to all "affected persons," as defined in Rule 1210.A(2)(a), in all spacing units in the Eumont adjoining the proposed unit.

Pursuant to the provisions of Division Rule 104.D(3) and Rule 4(B) of the Special Pool Rules for the Eumont Gas Pool, the above-described simultaneous dedication is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Mark E. Fesmire', with a stylized flourish at the end.

Mark E. Fesmire, P.E.  
Director

MEF/db

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