



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

ANITA LOCKWOOD
CABINET SECRETARY

November 21, 1994

OXY USA, Inc.
Box 50250
Midland, Texas 79710

Attention: Richard E. Foppiano

Administrative Order NSL-3434(SD)

Dear Mr. Foppiano:

Reference is made to your application dated October 10, 1994 for an unorthodox Eumont gas well location in an existing non-standard 160-acre gas spacing and proration unit (GPU) for said Eumont Gas Pool comprising the SW/4 of Section 2, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Administrative Order NSP-296, dated July 19, 1956, and had dedicated thereon the State "N" Well No. 5 (API No. 30-025-08737), located at a standard gas well location 660 feet from the South and West lines (Unit M) of said Section 2.

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 to be drilled at the following unorthodox Eumont gas well location is hereby approved:

*State "N" Well No. 6
2050'FSL - 2020'FWL (Unit K) of said Section 2*

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from the State "N" Well No. 5 with the proposed State "N" Well No. 6. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Administrative Order NSL-3434(SD)

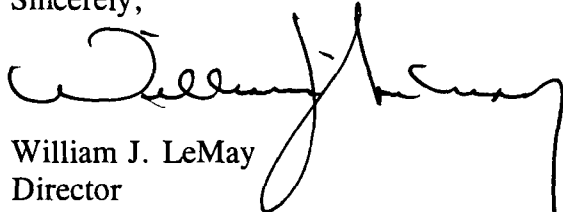
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All provisions of said Division Administrative Order NSP-296 shall remain in full force and effect until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long, sweeping horizontal stroke extending to the right.

William J. LeMay
Director

WJL/MES

cc: Oil Conservation Division - Hobbs
File: NSP-296