



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

January 3, 1996

Conoco, Inc.  
10 Desta Drive - Suite 100W  
Midland, Texas 79705-4500

Attn: Jerry W. Hoover

*Administrative Order NSL-3608(SD)*

Dear Mr. Hoover:

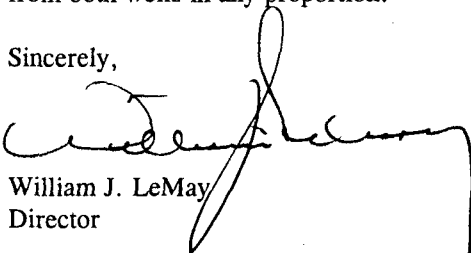
Reference is made to your application dated November 30, 1995 for an unorthodox Eumont gas well location in an existing non-standard 160-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising the NE/4 of Section 30, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Order No. R-520, dated August 12, 1954 and currently has dedicated thereon the Lockhart "A-30" Well No. 1 (**API No. 30-025-04832**) located at a standard gas well location 1980 feet from the North line and 660 feet from the East line (Unit H) of said Section 30.

It is our understanding that the subject well in this application, the Lockhart "A-30" Well No. 3 (**API No. 30-025-04834**), is currently a temporarily abandoned oil well in the Eumont Pool and upon issuance of this order will be recompleted as a gas well in the Eumont Gas Pool.

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 aforementioned Lockhart "A-30" Well No. 3, located at an unorthodox Eumont gas well location 330 feet from the North line and 1650 feet from the East line (Unit B) of said Section 30, is hereby approved.

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from both the Lockhart "A-30" Well Nos. 1 and 3. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
U. S. Bureau of Land Management - Carlsbad