



BRUCE KING
GOVERNOR

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

April 23, 1991

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Oryx Energy Company
P.O. Box 1861
Midland, TX. 79702-1861

Attention: Maria L. Perez

Administrative Order NSP-1625 (L)(SD)

Dear Ms. Perez:

Reference is made to your application dated March 19, 1991 to rededicate acreage in the Eumont Gas Pool by combining the following two existing 160-acre non-standard gas spacing and proration units into one 320-acre non-standard gas proration unit comprising the S/2 of Section 3, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico:

- SE/4 (authorized by Division Order No. R-520) presently dedicated to the J.A. Akens Well No. 6 located 1980'FSL-660'FWL (Unit Q); and,
- SW/4 (authorized by Division Order No. R-520) presently dedicated to the J.A. Akens Well No. 1 located at an unorthodox gas well location for said 160-acre unit 1981'FSL-466'FWL (Unit T) (authorized under the provisions of RULE 2 (b) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended).

Upon rededication of acreage and the formation of the proposed 320-acre non-standard gas spacing and proration unit both of these wells will be considered unorthodox, pursuant to Rule 2 (b) 4 of said special Eumont rules and regulations.

Also, your application requested authorization to include a third well on the proposed 320-acre unit, being the J.A. Akens Well No. 10 which was drilled in September 1978 and completed in the Oil Center Blinebry Pool at a standard oil well location 660 feet from the South line and 1650 feet from the West line (Unit V) of said Section 3. It is our understanding that said well will be properly plugged back and recompleted up-hole to the Eumont Gas Pool, which pursuant to Rule 2 (b) 4 is standard for a 320-acre lay-down unit.

At this time, Oryx Energy Company has made a proper filing pursuant to the "General Rules for the Prorated Gas Pools in New Mexico/Special Rules and Regulations for the Eumont Gas Pool", as promulgated by Division Order No. R-8170, as amended; therefore, the above-described non-standard gas proration unit, two unorthodox gas well locations and simultaneous dedication requests are hereby approved.

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from J.A. Akens Well Nos. 1, 6, and 10 located in Units T, Q, and V, respectively, of said Section 3; furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all of said wells in any proportion.

Sincerely,

per William J. LeMay / M. Stegman

William J. LeMay
Director

WJL/MES/ck

cc: Oil Conservation Division - Hobbs