STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

September 7, 1994

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

Exxon Company, USA P.O. Box 1600 Midland, TX 79702-1600

Attention: Alex M. Correa

Administrative Order NSP-1687-A(SD)

Dear Mr. Correa:

Reference is made to your application dated August 12, 1994 for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM Section 29: S/2 NW/4

It is my understanding that this unit is to be simultaneously dedicated to your New Mexico "B" State Well No. 1 (API No. 30-025-04817), located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 29, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico and to your New Mexico "B" State Well No. 2 (API No. 30-025-04818), located at a standard gas well location 1980 feet from the North and West lines (Unit F) of said Section 29.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 80 acres.

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Division Administrative Order NSP-1687, dated April 4, 1994, which created the existing 40-acre non-standard gas spacing and proration unit comprising the SW/4 NW/4 of said Section 29, currently dedicated to the New Mexico "B" State Well No. 1, shall be placed in abeyance until further notice.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe

File: NSP-1687