State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 27, 1995

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

Attention: Jerry W. Hoover

Administrative Order NSL-3472-A(SD)

Dear Mr. Hoover:

Reference is made to your application dated October 28, 1994 for an unorthodox Eumont gas well location in an existing non-standard 600-acre gas spacing and proration unit ("GPU") for said Eumont Gas Pool comprising the SW/4 of Section 10 and the W/2 NE/4, W/2, and SW/4 SE/4 of Section 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was established by Division Administrative Order NSP-1697(SD).

At the inception of said Administrative Order NSP-1687(SD) Eumont gas production from the subject 600-acre GPU was simultaneously dedicated to the Britt "B" Well No. 3 (API No. 30-025-06102), located 1980 feet from the South line and 330 feet from the West line (Unit L) of said Section 15, the Britt "B" Well No. 15 (API No. 30-025-06051), located 660 feet from the South line and 330 feet from the West line (Unit M) of said Section 10, and the Britt "B" Well No. 25 (API No. 30-025-24956), located 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 15.

By Division Administrative Order NSL-3472(SD), dated January 25, 1995, an additional well drilled to and completed in the subject GPU was approved for the Britt "B" Well No. 31 (API No. 30-025-32639), located at an unorthodox Eumont gas well location 1650 feet from the South line and 1290 feet from the West line (Unit L) of said Section 10.

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 an unorthodox Eumont gas well location

VILLAGRA BUILDING - 408 Galistoc

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830

Park and Recreation Division P.O. Box 1147 87504-1147 827-7465 040 South Pachaco

Office of the Secretary 827-5950

Administrative Services

827-5925

Energy Conservation & Management 827-5900

> Mining and Minerals 827-5970

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is hereby approved:

Britt "B" Well No. 30Y 2093'FNL - 1154'FWL (Unit "E") of said Section 15

Also, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production from the Britt "B" Well No. 30Y with the Britt "B" Well Nos. 3, 15, 25 and 31. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all four wells in any proportion.

All provisions of said Division Administrative Orders NSP-1697(SD) and NSL-3472(SD) shall remain in full force and effect until further notice.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

File: (NSP-1697(SD))

NSL-3472(SD)

REMARKS:

The immediate application made reference to your Britt "B" Well No. 29 (API No. 30-025-32587), located at an unorthodox gas well location 1140 feet from the South line and 990 feet from the West line (Unit M) of said Section 15, requesting that Eumont Gas Pool production from this well be simultaneously dedicated to the aforementioned Britt "B" Well Nos. 3, 15, 25, 30Y, and 31. At this time no application for an said unorthodox gas well location for the Britt "B" Well No. 29 has not be received by the Division; therefore, your request to include the No. 29 well in this order has been excluded.