

Midland Division Exploration Production Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400

April 29, 1994

Mr. William J. LeMay, Director Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504

RE:

Application for 160-acre Non-Standard Proration Unit for Eumont Gas Production from the Sanderson A #18 1980' FSL & 1920' FEL, Section 11, T-20S, R-36E Lea County, New Mexico

Dear Mr. LeMay:

As shown by EXHIBIT A, a current 240-acre non-standard proration unit for Eumont gas production was established by order NSP 415 for the SE/4 and S/2 SW/4 of section 11. Since there are no longer any active Eumont gas wells dedicated to this NSPU, Conoco requests that this order be set aside so that a new NSPU may be formed for a proposed drilling well, the Sanderson A No. 18.

Conoco requests that an administrative order be issued to establish a new 160-acre NSPU consisting of the SE/4 section 11 as shown in EXHIBIT B and that the proposed Sanderson A No. 18 be dedicated to it. This new well will be drilled at a standard location for a 160-acre NSPU.

All offset operators to this proposed NSPU, as shown on EXHIBITS A and B, have been notified by certified mail of the filing of this application. Copies of these mail receipts are also attached as EXHIBIT C.

If there are apy further questions concerning this application, please contact me at (915) 686-6548. Thank you.

Very truly yours,

Jerry w. Hoover

Sr. Conservation Coordinator