



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 17, 1999

Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79702-1150
Attention: Alan W. Bohling

Administrative Order NSL-4234(SD)

Dear Mr. Bohling:

Reference is made to your application dated February 18, 1999, which was received by the New Mexico Oil Conservation Division ("Division") in Santa Fe on February 25, 1999, for an unorthodox Tubb gas well location within an existing standard 160-acre gas spacing and proration unit ("GPU") for the Tubb Oil and Gas Pool comprising the NE/4 of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. This GPU is currently dedicated to Chevron U.S.A. Inc.'s Eunice King Well No. 13 (API No. 30-025-06849) located at an unorthodox gas well location 554 feet from the North and East lines (Unit A) of Section 28, which was "grandfathered" in as a standard Tubb gas well location for the subject 160-acre GPU pursuant to Rule 2 of the *"Special Rules and Regulations for the Tubb Gas Pool,"* as promulgated by Division Order No. R-586, issued in Case No. 728 dated April 11, 1955.

It is our understanding that the subject well in this application, the Eunice King Well No. 14 (API No. 30-025-06851), was originally drilled by Gulf Oil Corporation in 1949 to a total depth of 7,665 feet and completed in the Hare-Simpson Pool at a standard oil well location 1874 feet from the North line and 2086 feet from the East line (Unit G) of Section 28. In 1990 Chevron recompleted this well as an oil well into the Blinebry Oil and Gas Pool. It is further understood that Chevron now intends to recomplete this well up-hole into the Tubb Oil and Gas Pool.

Pursuant to Rule 2(b)1 of the *"General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Tubb Oil and Gas Pool,"* as promulgated by Division Order No. R-8170, as amended, the location of the Eunice King Well No. 14 is considered to be unorthodox.

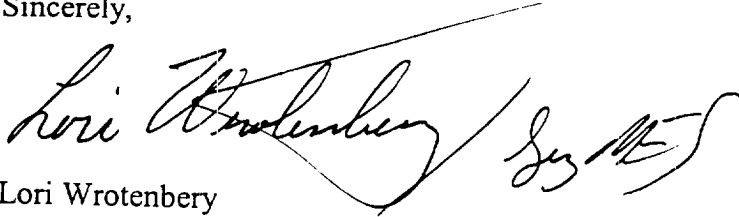
By authority granted me under the provisions of Rule 2(d) of the special rules for the Tubb Oil and Gas Pool, the unorthodox location of the Eunice King Well No. 14 is hereby approved.

Also, you are hereby authorized to simultaneously dedicate Tubb gas production from the Eunice King Well No. 14 with the Eunice King Well No. 13. Furthermore, you are hereby

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permitted to produce the allowable assigned the subject 160-acre GPU from both wells in any proportion.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery", followed by a large, stylized flourish or signature mark.

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs