



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

BRUCE KING
GOVERNOR

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March 26, 1991

Chevron USA, Inc.
P.O. Box 1150
Midland, TX 79702

Attention: A. W. Bohling

RE: Application to amend Division Order No. R-1084-A. H.T. Mattern (NCT-E) Well Nos. 10 and 11; Eumont Gas Pool, Sections 1 and 12, Township 22 South, Range 36 East, Lea County, New Mexico.

Dear Mr. Bohling:

I am unable to administratively process the subject application, dated March 15, 1991, because the proration unit involved crosses a section line. By Rule 2(a)4(2) of the Special Rules and Regulations for the Eumont Gas Pool/General Rules for the Prorated Gas Pools of New Mexico, as promulgated by Division Order No. R-8170, as amended, such administrative review is limited to acreage within a section. Any time a unit in the Eumont Pool extends beyond a section line, a hearing is required.

In this particular instance where the facts are quite clear, I see no reason why testimony should be required (unless, of course, objections are encountered). I have therefore advertised this matter for the May 2, 1991 docket in the following style:

"APPLICATION OF CHEVRON USA, INC. TO AMEND DIVISION ORDER NO. R-1084-A, LEA COUNTY, NEW MEXICO.

Applicant, in the above-styled cause, seeks to amend Division Order No. R-1804-A, dated November 10, 1969, which authorized a 480-acre non-standard gas spacing and proration unit in the Eumont Gas Pool comprising the SW/4 of Section 1 and the N/2 of Section 12, both in Township 22 South, Range 36 East, to be simultaneously dedicated to its H.T. Mattern (NCT-E) Well Nos. 10 and 11 located in Unit N of Section 1 and Unit B of Section 12, respectively. At this time the applicant requests to delete the SW/4 NW/4 of said Section 12 from the