



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

September 1, 1999

Conoco, Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
Attention: Kay Maddox

Administrative Order NSL-4354(SD)

Dear Ms. Maddox:

Reference is made to the following: (i) your initial application dated August 1, 1999; (ii) the New Mexico Oil Conservation Division's ("Division") response by letter from Mr. Michael E. Stogner, Engineer in Santa Fe, dated August 18, 1999; (iii) your telephone conversations with Mr. Stogner on Wednesday, August 25, 1999 and on Thursday, August 26, 1999; (iv) your amended application dated August 27, 1999; and (v) the Division's records, including the files in Case No. 4195 and on Administrative Order NSP-968: all concerning Conoco, Inc.'s request for an unorthodox Eumont gas well location in an existing non-standard 160-acre gas spacing and proration unit ("GPU") for the Eumont Gas Pool comprising the E/2 E/2 of Section 22, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico. This GPU was authorized by Division Administrative Order NSP-968 and is currently dedicated to the SEMU Eumont Well No. 90 (API No. 30-025-22837), located at a standard gas well location 660 feet from the South and East lines (Unit P) of Section 22.

It is our understanding that the subject well to be considered at this time is currently dually completed in both the Monument-Tubb and Weir-Blinbry Pool, however it is to be recompleted up-hole into the Eumont Gas Pool upon issuance of this order.

By authority granted me under the provisions of Rule 2(d) of the "*Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, and Division Rule 104.F (2) the following well located at an unorthodox Eumont gas well location in Section 22 is hereby approved:

**SEMU Skaggs B Well No. 84
330' FNL & 610' FEL (Unit A)
(API No. 30-025-20654)**

Also, Conoco, Inc. is hereby authorized to simultaneously dedicate Eumont Gas production from the SEMU Skaggs B Well No. 84 with the existing SEMU Eumont Well No. 90. Furthermore, Conoco, Inc. is hereby permitted to produce the allowable assigned the subject 160-acre GPU from both wells in any proportion.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs /
U. S. Bureau of Land Management - Carlsbad