



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

March 7, 1996

Arch Petroleum, Inc.
10 Desta Drive - Suite 420 East
Midland, Texas 79705
Attention: Bobbie Brooks

Administrative Order NSP-1754

Dear Ms. Brooks:

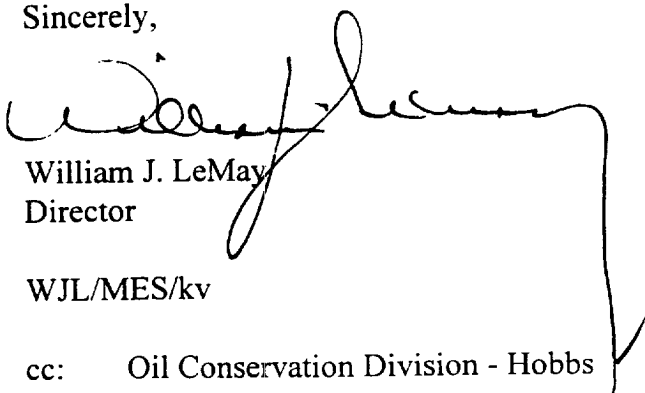
Reference is made to your application dated February 13, 1996 for an 76.99-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 30: Lot 3 and the NE/4 SW/4

It is my understanding that this unit is to be dedicated to the existing Mattern Well No. 2 (API No. 30-025-23535), located at a standard gas well location 1980 feet from the South line and 1783 feet from the West line (Unit K) of said Section 30.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 80 acres.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs