

(4) At this time the applicant, Chevron USA, Inc., seeks to amend said Order No. R-1084-A by deleting from the 480-acre unit area the SW/4 NW/4 of said Section 12.

(5) Said acreage reduction is due to a recent completion of the applicant's H.T. Mattern (NCT-E) Well No. 15 located 1650 feet from the North line and 990 feet from the West line (Unit E) of said Section 12 as a Eumont Oil well in which the SW/4 NW/4 of said Section 12 is to be dedicated forming a standard 40-acre oil spacing and proration unit for said pool.

(6) Applicant has provided sufficient notice to all offset operators pursuant to Division General Rule 1207.

(7) No offset operators or interested parties appeared at the hearing in opposition to this matter.

(8) Approval of the proposed amendment to said Order No. R-1084-A will afford the applicant the right to produce its just and equitable share of the oil and gas in the subject pool, is in the best interests of conservation and will otherwise prevent waste and protect correlative rights.

(9) Said Division Order No. R-1084-A should be superseded.

IT IS THEREFORE ORDERED THAT:

(1) Effective May 1, 1991, a 440-acre non-standard gas proration unit in the Eumont Gas Pool comprising the SW/4 of Section 1 and the NE/4, N/2 NW/4 and SE/4 NW/4 of Section 12, all in Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Chevron USA, Inc. H.T. Mattern (NCT-E) Well No. 10 located 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 1, and to the Chevron USA, Inc. H.T. Mattern (NCT-E) Well No. 11, located 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 12.

(2) The allowable assigned to the above-described non-standard gas proration unit shall be based on the unit size of 440 acres and the operator may produce the allowable assigned to the unit from the subject wells in any proportion.

(3) Division Order No. R-1084-A, dated November 10, 1969 is hereby superseded.