Case No. 10404 Order No. R-1084-C Page No. 2

- (4) By Division Order No. R-1084-B, dated May 23, 1991, aforementioned Order No. R-1084-A was superseded and the Division authorized the deletion of the SW/4 NW/4 of said Section 12 from the 480-acre unit thereby forming a 440-acre non-standard gas proration unit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, to be simultaneously dedicated to both said H.T. Mattern (NCT-E) Well Nos. 10 and 11.
- (5) At this time the applicant, Chevron USA, Inc., seeks to amend said Order No. R-1084-B by deleting from the 440-acre unit area the NW/4 NW/4 of said Section 12.
- (6) Said acreage reduction is due to a recent completion of the applicant's H.T. Mattern (NCT-E) Well No. 3 located 660 feet from the North and West lines (Unit D) of said Section 12 as a Eumont Oil well in which the NW/4 NW/4 of said Section 12 is to be dedicated forming a standard 40-acre oil spacing and proration unit for said pool.
- (7) Applicant has provided sufficient notice to all offset operators pursuant to Division General Rule 1207.
- (8) No offset operators or interested parties appeared at the hearing in opposition to this matter.
- (9) Approval of the proposed amendment to said Order No. R-1084-B 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.
 - (10) Said Division Order No. R-1084-B should be superseded.

IT IS THEREFORE ORDERED THAT:

(1) Effective May 1, 1991, a 400-acre non-standard gas proration unit in the Eumont Gas Pool comprising the SW/4 of Section 1 and the NE/4 and E/2 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.