STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

DRUG FREE

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

Attention: Richard E. Black

December 15, 1992

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Administrative Order SD-92-12

Dear Mr. Black:

Per your application dated November 19, 1992, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 320-acre gas spacing and proration unit comprising Lots 13 and 14 and the SW/4 of Irregular Section 2, and the N/2 NE/4 of Section 11, both in Township 21 South, Range 36 East, NMPM, Lea County, New Mexico (Division Order R-1486, dated August 6, 1958), from the existing J.F. Janda (NCT-D) Well No. 1 located at a standard gas well location 1980 feet from the South line and 660 feet from the West line (Unit T) of said Section 2 and to the J.F. Janda (NCT-D) Well No. 4 located at a standard gas well location 2970 feet from the South line and 660 feet from the West line (Unit M) of said Section 2.

It is our understanding that the No. 4 well is to be recompleted from the Oil Center-Glorieta and Hardy Tubb-Drinkard Oil Pools, where the well is currently downhole commingled (Division Order DHC-766, dated September 27, 1990).

Further, you are permitted to produce the allowable assigned said 320-acre unit from both wells in any proportion.

Sincerely, William J. LeMay Director WJL/MES/amg



cc: Oil Conservation Division - Hobbs