



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

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

March 14, 1991

ARCO Oil & Gas Company
P.O. Box 1610
Midland, TX 79702

Attention: Timothy N. Derigo

Administrative Order NSP-1624

Dear Mr. Derigo:

Reference is made to your application dated January 28, 1991 for a 200-acre non-standard gas proration unit consisting of the following acreage in the Eumont Oil & Gas Pool:

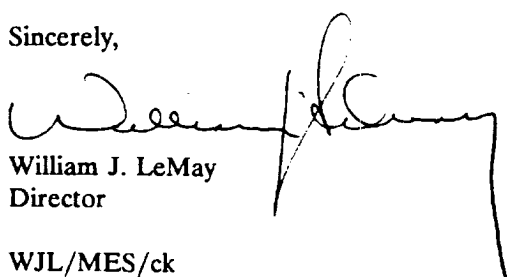
LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
SECTION 5: SW/4 AND SW/4 SE/4

It is my understanding that this unit is to be dedicated to your State "G" Well No. 1 located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit V) of said Section 5.

By authority granted me under the provisions of Rule 2(a)4 of the 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 acreage as a nonstandard gas proration unit, with allowable to be assigned thereto in accordance with Rule 5 of said pool rules based upon the unit size of 200 acres.

Further, Division Administrative Order NSP-395, Dated October 9, 1957, which authorized this well to be dedicated to a 240-acre non-standard Eumont Gas spacing and proration unit comprising the SW/4 and S/2 SE/4 of said Section 5 is hereby placed in abeyance until further notice.

Sincerely,


William J. LeMay
Director

WJL/MES/ck

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe
File: NSP-395