Administrative Order NSP-1701-A(L)(SD) Exxon Corporation November 25, 1996 Page 2

It is our understanding that such reduction of acreage is necessary due to the re-classification of the New Mexico "G" State Well No. 16 in Unit "C" as a Eumont oil completion.

The Division further understands that the Eumont zone within the New Mexico "G" State Well Nos. 4 and 6 are currently abandoned and are to be withdrawn from consideration for any Eumont GPU's in said Section 26.

By authority granted me under the provisions of Rule 2(d) 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, the following described 560-acre non-standard gas spacing and proration unit is hereby approved:

LEA COUNTY, NEW MEXICO <u>TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM</u> Section 26: NE/4, W/2 NW/4, SE/4 NW/4, SW/4, W/2 SE/4, and SE/4 SE/4

Authorization for the remaining New Mexico "G" State Well Nos. 2, 10, and 11, as unorthodox gas well location in the Eumont Gas Pool approved by said Order NSP-1701(SD)(L), are hereby continued under the provisions of this order; however, all other provisions of said order shall be placed in abeyance until further notice. Also, Exxon is hereby permitted to produce the allowable assigned the subject 560-acre GPU, in accordance with Rule 5 of said special pool rules based upon a unit size of 560 acres, from all three wells in any proportion.

Sincerely, William J. LeMax Director WJL/MES/kv Oil Conservation Division - Hobbs cc: New Mexico State Land Office - Santa Fe File: NSP-1592 NSP-1593 NSP-1593-A(SD) NSP-1691(SD)(L) NSP-1701(SD)(L)