Administrative Order NSP-1701-C(L)(SD) Joe Melton Drilling Co, Inc. February 11, 2000 Page 2

Regulations for the Eumont Gas Pool", as promulgated by Division Order No. R-8170, as amended, and Division Rules 104.D and 104.F (2), the above-described 480-acre non-standard GPU and the two unorthodox Eumont gas well locations for the above-described New Mexico State "G" Lease Wells No. 12 and 14 are hereby approved.

Also, Joe Melton Drilling Co., Inc. is hereby authorized to simultaneously dedicate Eumont gas production from both of the above described wells and is also permitted to produce the allowable assigned the subject 480-acre GPU from both wells in any proportion.

Furthermore, Division Administrative Order NSP-1701-B, which order established two 40-acre non-standard Eumont GPU's comprising: (i) the NW/4 SW/4 (Unit L) of Section 26; and (ii) the SE/4 SE/4 (Unit P) of Section 26, shall remain in full force and effect until further notice.

Sincerely,

ou a hotenboy by Du

Lori Wrotenbery Director

cc: New Mexico Oil Conservation Division - Hobbs New Mexico State Land Office - Santa Fe Exxon Corporation - Midland File: NSL-1701 (SD) (L) NSL-1701-A (L) (SD) NSL-1701-B