

Administrative Order NSL-3000-D(SD)

Chevron U.S.A. Inc.

July 30, 1996

Page 2

It is our understanding that the subject wells in this application have been classified Eumont oil wells since their inception in 1958; however, in April, 1996 both wells were reclassified as "gas wells" within the Eumont Gas Pool.

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 wells both located at unorthodox Eumont gas well locations are hereby approved:

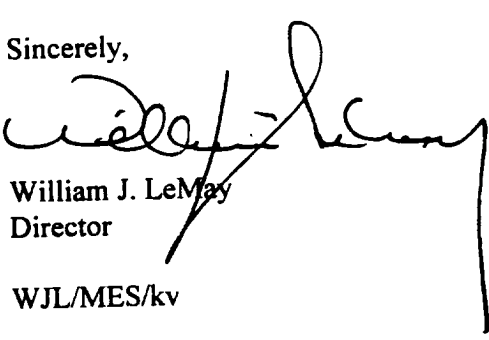
W.A. Ramsay (NCT-A) Well No. 40
(API No. 30-025-04799)
660 feet from the North and East lines (Unit A)

and

W.A. Ramsay (NCT-A) Well No. 44
(API No. 30-025-04801)
660 feet from the North and West lines (Unit D)

Also, you are hereby authorized to simultaneously dedicate Eumont Gas production from both the W.A. Ramsay (NCT-A) Well Nos. 40 and 44 with the W.A. Ramsay (NCT-A) Well Nos. 17, 29, 35, 37, 42 and 46. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all eight wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSL-3000(SD)
NSL-3000-A(SD)
NSL-3000-B(SD)
NSL-3000-C(SD)