



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

January 3, 1996

OXY USA, Inc.
Box 50250
Midland, Texas 79710

Attention: David R. Stewart

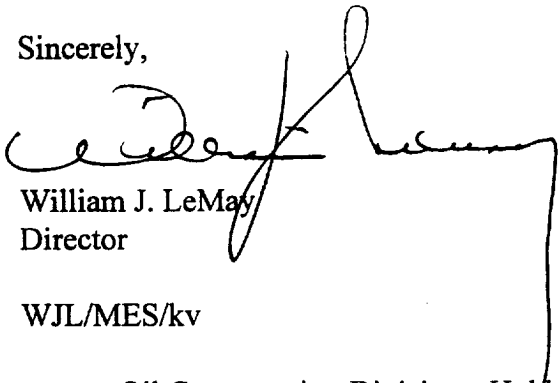
Administrative Order SD-96-1

Dear Mr. Stewart:

Per your application dated December 13, 1995, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the NE/4 of Section 32, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico (Division Administrative Order NSP-1031, dated August 24, 1988), from the existing State "D" Well No. 3 located at a standard gas well location 660 feet from the North and East lines (Unit A) of said Section 32 (API No. 30-025-04865) and to the to the State "D" Well No. 1 (API No. 30-025-04863), located at a standard gas well location 660 feet from the North line and 1980 feet from the East line (Unit B) of said Section 32, said well to be recompleted from a Eumont oil well to a Eumont gas well.

Further, you are permitted to produce the allowable assigned said non-standard 160-acre unit from both 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: NSP-1031