

Midland Division Exploration Production

Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400

June 9, 1994

Michael E. Stogner
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

RE:

Administrative Application To Amend the 160-Acre NSPU Established by order NSP-1239 by adding the 38.08 Acres in Lot 1 of Sec. 4, T-21S, R-36E and to Simultaneously Dedicate Gas Production From Conoco's Meyer B-4 Well Nos. 17 & 27 to this new 198.08-Acre NSPU.

Dear Mr. Stogner:

As shown by EXHIBIT A, a current 160-acre non-standard proration unit for Eumont gas production was established by administrative order NSP-1239 for the S/2 NE/4 and the N/2 SE/4 (Units G, H, I, and J) dedicated to Eumont gas production from the Meyer B-4 No. 14. Conoco plans to recomplete its Meyer B-4 No. 27, located in the same NSPU, to the Eumont Pool and proposes enlarging this administratively approved unit to the 198.08-acre NSPU shown in EXHIBIT B.

This can be accomplished by adding the currently undedicated acreage of Lot 1, as shown in EXHIBITS C and D, which contains 38.08 acres in this irregular and "long" (1 1/2 miles by 1 mile) section 4. Expansion of the current NSPU will allow the recompletion and simultaneous dedication of well No. 27 as an orthodox location.

Conoco requests that the current order, NSP-1239, be amended to include the above described acreage in a new 198.08-acre NSPU and that the Meyer B-4 Well Nos. 14 and 27 be simultaneously dedicated to this amended NSPU.

All offset operators to this proposed NSPU, as shown in EXHIBIT B, have been notified by certified mail of the filing of this application. Copies of these mail receipts are also attached as EXHIBIT E.

If there are any further questions concerning this application, please contact me at (915) 686-6548. Thank you.

Very truly yours.

Jerry W. Hoover

Sr. Conservation Coordinator

cc: Hobbs District OCD Office