

Reinstatement of Division Administrative Order NSP-152-B(SD)
Chevron U.S.A. Inc.
December 2, 1998
Page 2

It is our understanding that subsequent to the drilling of the H. T. Mattern (NCT-A) Well No. 6 it was completed as an oil well within the Eumont interval. Further, in March, 1998 the H. T. Mattern (NCT-A) Well No. 1 was plugged and abandoned.

By the authority granted me under the provisions of **Rule 2(d)** of the special Eumont Pool rules the following described 280-acre non-standard gas spacing and proration unit is hereby approved:

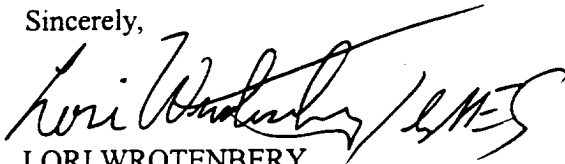
LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
Section 24: NE/4 SW/4, S/2 SW/4, and SE/4.

Chevron U.S.A., Inc. is hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of the Eumont special pool rules based upon a unit size of 280 acres, from both the H. T. Mattern (NCT-A) Well Nos. 2 and 5 in any proportion.

Division Administrative Orders NSP-152, NSP-152-A(SD), and Reinstated NSP-152(SD) are hereby placed in abeyance until further notice. Further, that portion of Division Administrative Order NSL-3935 (SD), not in conflict with this order shall remain in affect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders as the Division may deem necessary.

Sincerely,


LORI WROTENBERY
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs /
New Mexico State Land Office - Santa Fe
File: NSP-152
NSP-152-A(SD)
NSL-3935(SD)