



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

June 7, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Fasken Oil and Ranch, Ltd.
303 West Wall Avenue - Suite 1800
Midland, Texas 79701-5116
Attention: Tommy E. Taylor

Administrative Order NSL-4464

Dear Mr. Taylor:

Reference is made to the following: (i) your application dated May 23, 2000; (ii) your telephone conversation with Mr. Michael E. Stogner, Engineer/Chief Hearing Officer with the New Mexico Oil Conservation Division ("Division") in Santa Fe, on Tuesday, June 6, 2000; and (iii) the Division's records: all concerning Fasken Oil and Ranch, Ltd.'s request for an unorthodox Delaware oil well location for the proposed El Paso Federal Well No. 10 (API No. 30-015-31147) to be drilled 2105 feet from the South line and 1350 feet from the East line (Lot 34/Unit R) of irregular Section 2, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico.

Lot 34 is to be dedicated to this well in order to form a standard 41.12-acre oil spacing and proration unit for the Undesignated Foster Draw-Delaware Gas Pool.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox oil well location for the Undesignated Foster Draw-Delaware Gas Pool is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
U. S. BLM - Roswell