STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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January 8, 1993

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800



ANITA LOCKWOOD CABINET SECRETARY

> Naumann Oil & Gas Inc. P.O. Box 10159 Midland, Texas 79702

Attention: H. Jack Naumann

Administrative Order NSL-3216

Dear Mr. Naumann:

Reference is made to your application dated December 4, 1992 for a non-standard Strawn gas well location for your existing Inexco Federal Com Well No. 1 which was drilled in 1975 and completed in the Burton Flat Morrow Gas Pool at a previously approved unorthodox gas well location (Division Order No. R-5078, dated August 12, 1975) 1650 feet from the South line and 660 feet from the East line (Unit I) of Section 12, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico.

It is my understanding that the Morrow gas zone will be properly plugged back and said well will be recompleted to the Undesignated West Burton Flat - Straw Gas Pool, which pursuant to Division General Rule 104.C(2)(b), is unorthodox. Further the S/2 of said Section 12 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104.F(1), the abovedescribed unorthodox gas well location is hereby approved.

Sincerely, WILLIAM J. LEM Director WJL/MES/jc

cc: Oil Conservation Division - Artesia U.S. BLM - Carlsbad