

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2086
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 227-5200

January 6, 1987

Arco Oil & Gas Company
P. O. Box 1610
Midland, Texas 79702

Attention: Cindy W. Ellis

RE: Amendment of Division
Order No. R-6318

Dear Ms. Ellis:

Reference is made to your request dated November 25, 1986, for an amendment to Division Order No. R-6318. This order dated April 15, 1980, granted Arco an unorthodox oil well location 2123 feet from the South line and 1644 feet from the East line of Section 12, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, for a well drilled to the Drinkard formation. It is our understanding that Arco now wishes to recomplete said well in the Arrowhead Grayburg Pool. It is further our understanding that Chevron, the sole offset operator, has been notified of your intention.

Inasmuch as the location is merely six feet closer to the quarter-quarter section line than the Division permits, and that Chevron has not entered an objection within the prescribed waiting period, your request will be granted.

You are therefore authorized to recomplete the State 157 "D" No. 11 Well in the Arrowhead Grayburg Pool at a location of 2123 feet from the South line and 1644 feet from the East line of said Section 12. The NW14 SE14 of said Section 12 shall be dedicated to the well.

Sincerely,

A handwritten signature in cursive script, appearing to read "Charles E. Royal".

Division Director

xc: OCD - Hobbs
✓ Case File 6862