



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

September 25, 1989

POST OFFICE BOX 2099
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Shell Western E & P Inc.
P.O. Box 576
Houston, Texas 77001

Attention: J. H. Smitherman

Re: ✓ Northeast Drinkard Unit Well No. 602
Unit E, Section 15, T-21S, R-37E

✓ Northeast Drinkard Unit Well No. 608
Unit F, Section 15, T-21S, R-37E

Dear Mr. Smitherman:

Reference is made to your letter dated May 25, 1989, whereby you requested authorization to utilize the Northeast Drinkard Unit Well No. 602 as a Tubb gas producer, and to utilize the Northeast Drinkard Unit Well No. 608 as a Blinebry gas producer. This request is contrary to the provisions contained in Division Order No. R-8539, which authorized the NEDU Well No. 602 to be utilized as a Blinebry producer and the NEDU Well No. 608 to be utilized as a Tubb producer. It is our understanding that the proposed utilization should result in a more efficient method of producing Blinebry and Tubb gas reserves underlying the proration unit, and that the proposal is in conformity with Rule No. (6) of said Order No. R-8539.

You are therefore authorized to utilize the NEDU Well No. 602, as described above, as a Tubb gas producer and to utilize the NEDU Well No. 608, as described above, as a Blinebry gas producer.

Sincerely,

William J. LeMay
Director

xc: OCD-Hobbs
Case File: 9230