



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



November 22, 1992

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

OXY USA, Inc.
Attention: Scott E. Gengler
Box 50250
Midland, TX 79710

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

Administrative Order NSL-649-A

Dear Mr. Gengler:

Reference is made to your application dated August 12, 1992 for a non-standard La Huerta Strawn/Atoka gas well location for your existing Elizando "A" Federal Well No. 2Y which was drilled in 1974 and completed in the Burton Flat-Morrow Gas Pool at a previously approved unorthodox gas well location (Division Administrative Order NSL-649) 1880 feet from the South line and 1780 feet from the West line (Unit K) of Section 21, Township 21 South, Range 27 East, NMPM, Eddy County, New Mexico.

It is my understanding that the Morrow interval has been recently plugged back and said well has been recompleted up-hole to both the Undesignated La Huerta-Strawn Gas Pool and Undesignated La Huerta-Atoka Gas Pool, where, pursuant to Division Administrative Order DHC-861, dated September 24, 1992, both gas streams will be downhole commingled.

By authority granted me under the provisions of General Rule 104.F(1), the unorthodox location in both gas zones is hereby approved. Further, the S/2 of said Section 21 shall be dedicated to said well forming a standard 320-acre gas spacing and proration unit for both pools.

The provisions of said Order NSL-649 shall be placed in abeyance until further notice.

Sincerely,

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Artesia
US Bureau of Land Management - Carlsbad
File: DHC-861, NSL-649