

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

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

October 7, 1988

Foran Oil Company
c/o Kellahin, Kellahin & Aubrey
P.O. Box 2265
Santa Fe, NM 87504-2265

Attention: W. Thomas Kellahin

Administrative Order NSL-2592

Dear Mr. Kellahin:

Reference is made to your application of October 5, 1988 on behalf of Foran Oil Company for a non-standard gas well location for your State "ET" Well No. 1 located 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 36, Township 15 South, Range 27 East, NMPM, Diamond Mound Atoka-Morrow Gas Pool, Chaves County, New Mexico. The W/2 of said Section 36 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(I), the above-described unorthodox gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
New Mexico Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe
Case File No. 9491

REMARKS: This well was originally permitted and drilled at a standard gas well location for the Buffalo Valley-Pennsylvanian Gas Pool. On August 23, 1985, the Division issued a Nomenclature Order R-8021 which reclassified Section 36 to the Diamond Mound Atoka-Morrow Gas Pool and made the subject well an unorthodox well location.