



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



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GOVERNOR

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SANTA FE, NEW MEXICO 87504
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February 15, 1994

Phillips Petroleum Company
4001 Penbrook
Odessa, TX 79762

Attention: Larry Sanders

Administrative Order NSL-3117-A

Dear Mr. Sanders:

Reference is made to your application dated January 20, 1994, for a non-standard Atoka gas well location for your existing Ranger Well No. 17 (API No. 30-025-31418), which was drilled in late 1991 and completed in the West Ranger Lake-Devonian Gas Pool at a previously approved non-standard gas well location (Division Administrative Order NSL-3117, dated June 8, 1992) 860 feet from the South line and 660 feet from the West line (Unit M) of Section 26, Township 12 South, Range 34 East, NMPM, Lea County, New Mexico.

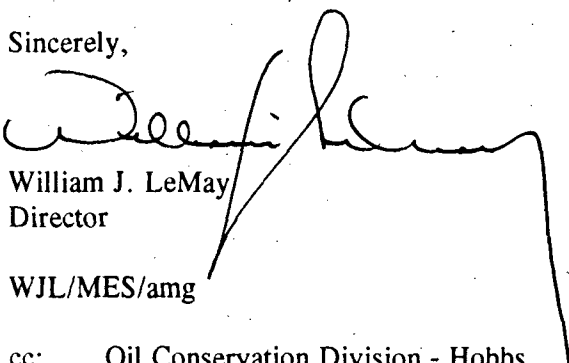
It is my understanding that said well is to be recompleted to the gas bearing Atoka formation, which according to Division Order No. R-4031, dated September 15, 1970, is not included in the vertical limits of the Ranger Lake-Pennsylvanian Pool that incorporates the N/2 and SW/4 of said Section 26.

Therefore, the spacing provisions of Division General Rule 104.B(1)(a) apply in this instance.

By the authority granted me under the provisions of Division General Rule 104.F(1), the above-described unorthodox gas well location is hereby approved. In addition the S/2 of said Section 26 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for the Atoka formation.

The aforementioned original Order NSL-3117 shall be placed in abeyance until further notice.

Sincerely,


William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSL-3117