



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 11, 1996

Enron Oil & Gas Company
P.O. Box 2267
Midland, Texas 79702
Attention: Patrick J. Tower

Administrative Order NSL-3680

Dear Mr. Tower:

Reference is made to your application dated February 22, 1996 to drill your proposed Sand Tank "7" Federal Com Well No. 1 at an unorthodox gas well location 990 feet from the North and West lines (Lot 1/Unit D) of Section 7, Township 18 South, Range 30 East, NMPM, to test the Undesignated Sand Tank-Morrow Gas Pool, Eddy County, New Mexico.

The geologic interpretation submitted with this application indicates that a well drilled at the proposed unorthodox gas well location will be at a more favorable geologic position within the Morrow formation than a well drilled at a location considered to be standard.

Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of said Section 7 shall be dedicated to the well to form a non-standard 311.64-acre gas spacing and proration unit for the subject pool.

By the authority granted me under the provisions of Division General Rule 104.F(2), 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/kv

cc: Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 25, 1996

Enron Oil & Gas Company
P.O. Box 2267
Midland, Texas 79702
Attention: Patrick J. Tower

Corrected
Administrative Order NSL-3680

Dear Mr. Tower:

Reference is made to your application dated May 14, 1996 to drill your proposed Duggan "12" Federal Com Well No. 1 at an unorthodox gas well location 2162 feet from the North line and 784 feet from the East line (Unit H) of Section 12, Township 18 South, Range 29 East, NMPM, to test the Undesignated Sand Tank-Morrow Gas Pool, Eddy County, New Mexico.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

The geologic interpretation submitted with this application indicates that a well drilled at the proposed unorthodox gas well location will be at a more favorable geologic position within the Morrow formation than a well drilled at a location considered to be standard.

The N/2 of said Section 12 shall be dedicated to the well to form a non-standard 320-acre gas spacing and proration unit for the subject pool.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad