



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

January 13, 1998

OXY USA, Inc.
P. O. Box 50250
Midland, Texas 79710-0250
Attention: Richard E. Foppiano

AMENDED
Administrative Order NSL-3914

Dear Mr. Foppiano:

Reference is made to your application dated January 9, 1998 requesting that Division Administrative Order NSL-3914 be amended to reflect a location change to a less unorthodox gas well location for the proposed OXY Cougar Federal Well No. 1 (30-015-29950).

Said Division Order NSL-3914, dated December 12, 1997, authorized OXY USA, Inc. to drill said OXY Cougar Federal Well No. 1 at an unorthodox gas well location to be applicable to the Undesignated Palmillo-Cisco Gas Pool and the Turkey Track-Morrow Gas Pool 660 feet from the North line and 660 feet from the East line (Unit A) of Section 35, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. Said order further provided that the N/2 of said Section 18 be dedicated to said well in order to form a standard 320-acre gas spacing and proration unit for both pools.

The subject 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.

By the authority granted me under the provisions of Division General Rule 104.F(2), said Division Administrative Order NSL-3914 is hereby amended to reflect a location change for the proposed OXY Cougar Federal Well No. 1 (30-015-29950) to be drilled an unorthodox gas well location that is 990 feet from the North and East lines (Unit A) of said Section 35. All other provisions of said Order NSL-3914 shall remain in full force and effect until further notice.

Sincerely,

Kathleen A. Garland
Acting Director

KAG/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
Yates Petroleum Corporation (Attn: Douglas W. Hurlbut) - Artesia
William F. Carr - Santa Fe
W. Thomas Kellahin - Santa Fe
File: NSL-3914