



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

September 21, 1998

Mewbourne Oil Company
c/o James Bruce
P. O. Box 1056
Santa Fe, New Mexico 87504

Administrative Order NSL-4132

Dear Mr. Bruce:

Reference is made to your application dated August 31, 1998 on behalf of the operator, Mewbourne Oil Company, for an unorthodox Morrow gas well location for its proposed Baldrige Canyon "12" State Com. Well No. 1 to be drilled 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 12, Township 24 South, Range 24 East, NMPM, Baldrige Canyon-Morrow Gas Pool, Eddy County, New Mexico.

The W/2 of Section 12 being a standard 320-acre gas spacing and proration unit for this pool is to be dedicated to the well.

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 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").

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,

Lori Wrotenberg

Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
New Mexico State Land Office - Santa Fe