



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

April 28, 2000

**Phillips Petroleum Company
Attention: L. M. Sanders
4001 Penbrook
Odessa, Texas 79762**

**Texaco Exploration and Production, Inc.
c/o Campbell, Carr, Berge & Sheridan, P.A.
P. O. Box 2208
Santa Fe, New Mexico 87504-2208**

Attention: William F. Carr

2nd AMENDED Administrative Order NSL-4389

Dear Messrs. Sanders and Carr:

Reference is made to the following: (i) Phillips Petroleum Company's ("Phillips") application that was submitted by Mr. Larry Sanders to the New Mexico Oil Conservation Division ("Division") on April 24, 2000; and (ii) the Division's records in Santa Fe: concerning Phillips' request for a second amendment to Division Administrative Order NSL-4389 to reflect another location change for a well approved by this order.

Division Administrative Order NSL-4389, dated January 14, 2000, authorized Phillips and Texaco Exploration and Production, Inc. ("Texaco") to drill eight wells at unorthodox locations within the Vacuum Grayburg-San Andres Pool in Sections 31 and 32, Township 17 South, Range 35 East, NMPM, and Section 6, Township 18 South, Range 35 East, NMPM, all in Lea County, New Mexico, along a line common to Texaco's Central Vacuum Unit Pressure Maintenance Project and Phillips' East Vacuum Grayburg-San Andres Unit Pressure Maintenance Project.

At the request of Phillips, Division Administrative Order NSL-4389 provided, in part, for its East Vacuum G/SA Unit, Tract 3127, Well No. 395-W to be drilled to 2630 feet from the South line and 645 feet from the East line (Unit I) of Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico, and completed as an injection well.

At this time Phillips seeks to move this location 70 feet in order to avoid an oil pipeline right-of-way that was evidently overlooked when this well was staked.

This application for amendment has been duly filed under the provisions of Division Rule 104.F.

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By the authority granted me under the provisions of Division Rule 104.F (2), **Subparagraph (b) of Ordering Paragraph No. (1)** of Division Administrative Order NSL-4389 is hereby amended to reflect the following location change in Section 31, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico:

"East Vacuum G/SA Unit, Tract 3127, Well No. 395-W (API No. 30-025-34832) to be drilled 2630 feet from the South line and 575 feet from the East line (Unit I) of Section 31 and completed as an injection well."

All other provisions of Division Administrative Order NSL-4389 shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,



Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
Mr. Paul R. Owen of Campbell, Carr, Berge & Sheridan, P.A. - Santa Fe
File: NSL-4389