

JOHN H. HENDRIX CORPORATION



Suspense Date 2-6-95

OIL CONSERVATION DIVISION
RECEIVED

1995 JAN 17 AM 8 52

(915) 684-6631

223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

January 4, 1995

Mr. William J. LeMay, Director
State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

RE: Administrative Application for a
80 Acre Eumont Gas Pool Proration
Unit - State A-17 Well No. 1
(Unit M) 660' FSL & 660' FWL
Section 17, T19S - R37E,
Lea County, New Mexico

Gentlemen:

John H. Hendrix Corporation respectfully requests administrative approval for the creation of a non-standard 80 acre Eumont Gas Proration Unit for the State A-17 No. 1.

A 160 acre non-standard gas proration unit was approved for this well under Administrative Order NSP-1619 January 16, 1991. Due to the marginal status of the well an 80 acre proration unit is sufficient for allowable purposes. The remaining 80 acres has been farmed out, which will result in an additional well being drilled. Additional reserves should be the result of this drilling.

A copy of this administrative application is being provided to our offset operators via certified mail. Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage. Also included is a copy of the letter sent to our offset operators.

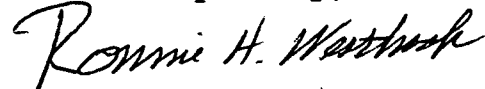
N.M.O.C.D.

-2-

January 4, 1995

If you have any questions, please contact Ron Westbrook
at (915) 684-6631.

Yours very truly,

A handwritten signature in cursive script that reads "Ronnie H. Westbrook".

Ronnie H. Westbrook
Vice-President

RHW/ah

Enclosures

cc: N.M.O.C.D. - Hobbs
Offset Operators - Certified

OFFSET OPERATORS TO
STATE A-17 LEASE

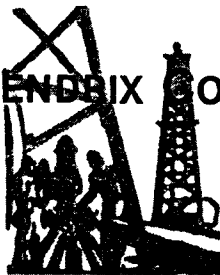
Chevron USA Inc.
P. O. Box 1150
Midland, TX 79702
Attention: A. W. Bohling
Proration Department

Texaco Producing Company
P. O. Box 3109
Midland, TX 79702

Conoco Inc.
P. O. Box 1959
Midland, TX 79702
Attention: New Mexico Proration
Department

Amerada Hess Corporation
P. O. Box 840
Seminole, TX 79360

JOHN H. HENDRIX CORPORATION



(915) 684-6631
223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

January 4, 1995

JAN 06 1995

CERTIFIED MAIL

Administrative Application for
Creation of a Non-Standard 80
Acre Eumont Gas Pool Proration
Unit - State A-17 Well No. 1
Unit M) - 660' FSL & 660' FWL
Section 17, T19S - R37E,
Lea County, New Mexico

OFFSET OPERATORS
State A-17 No. 1.
(Mailing List Attached)

Gentlemen:

Attached is a copy of an administrative application for N.M.O.C.D. approval for the creation of an 80 acre non-standard Eumont Gas Proration Unit for the State A-17 No. 1.

A 160 acre non-standard gas proration unit was approved for this well under Administrative Order NSP-1619, January 16, 1991. Due to the marginal status of the well an 80 acre proration unit is sufficient for allowable purposes. The remaining 80 acres has been farmed out, which will result in an additional well being drilled.

If you have any questions regarding this application, please contact Ron Westbrook at (915) 684-6631.

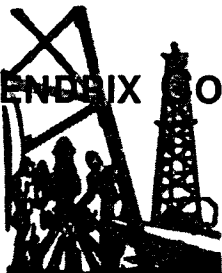
Yours very truly,

A handwritten signature in cursive script that reads 'Ronnie H. Westbrook'.

Ronnie H. Westbrook
Vice-President

RHW/ah

JOHN H. HENDRIX CORPORATION



(915) 684-6631
223 WEST WALL, SUITE 525
MIDLAND, TEXAS 79701

JOHN H. HENDRIX CORPORATION

Administrative Application for
Creation of a Non-Standard 80 Acre
Eumont Gas Pool Proration Unit
State A-17 No. 1
660' FSL and 660' FWL, Unit M
Section 17, T19S - R37E
Lea County, New Mexico

OFFSET OPERATORS

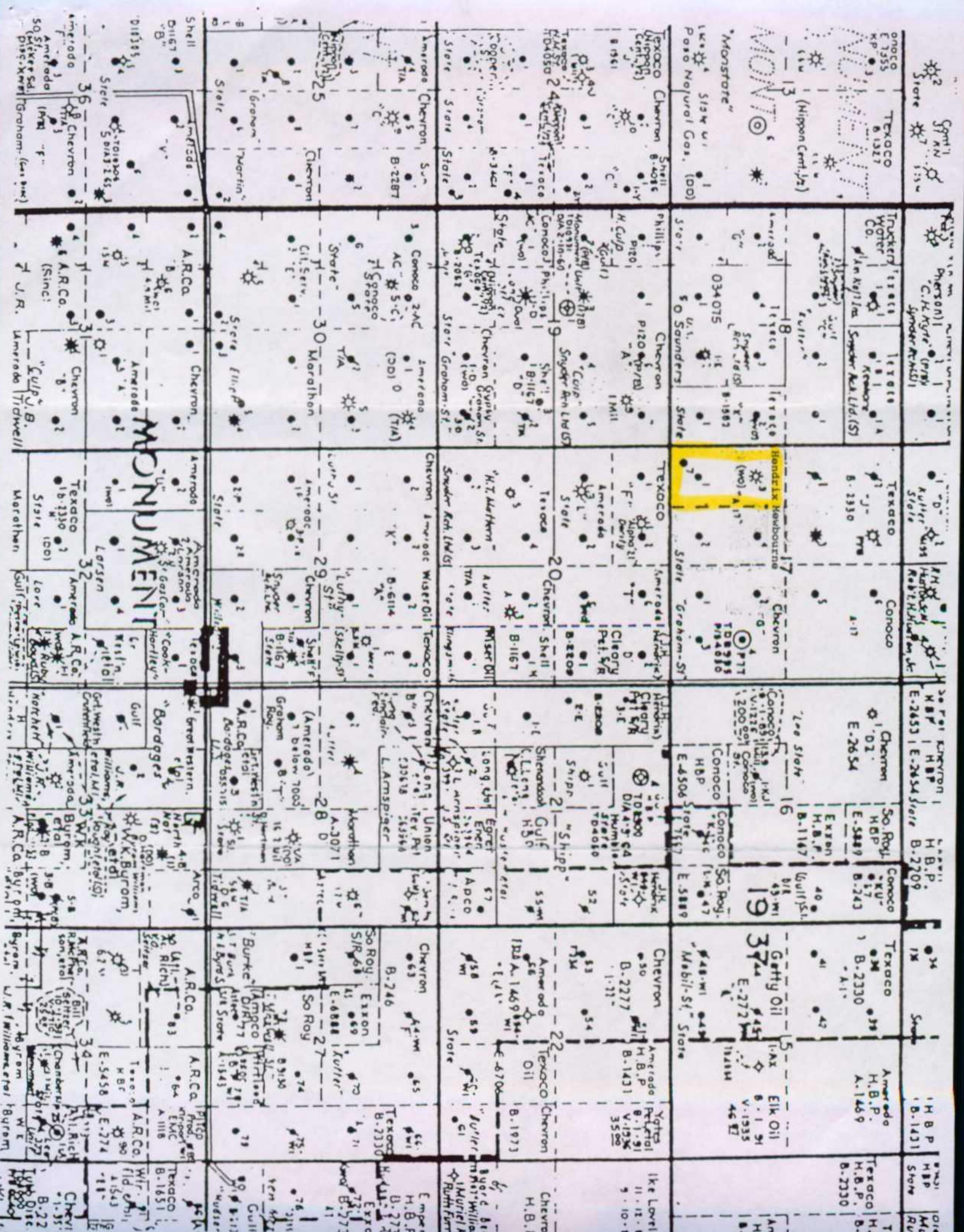
Chevron USA Inc.
P. O. Box 1150
Midland, TX 79702
Attention: L. V. Trautman

Texaco Exploration & Production Inc.
205 E. Bender
Hobbs, NM 88240

Conoco
10 Desta Drive, Suite 100W
Midland, TX 79705
Attention: New Mexico
Proration Department

Amerada Hess Corporation
P. O. Box 840
Seminole, TX 79360

Mewbourne Oil Company
500 W. Texas Suite 100
Midland, TX 79701



Submit to Appropriate
District Office
State Lease - 4 copies
Federal Lease - 3 copies

Energy, Minerals and Natural Resources Department

Revised 1-1-89

OL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

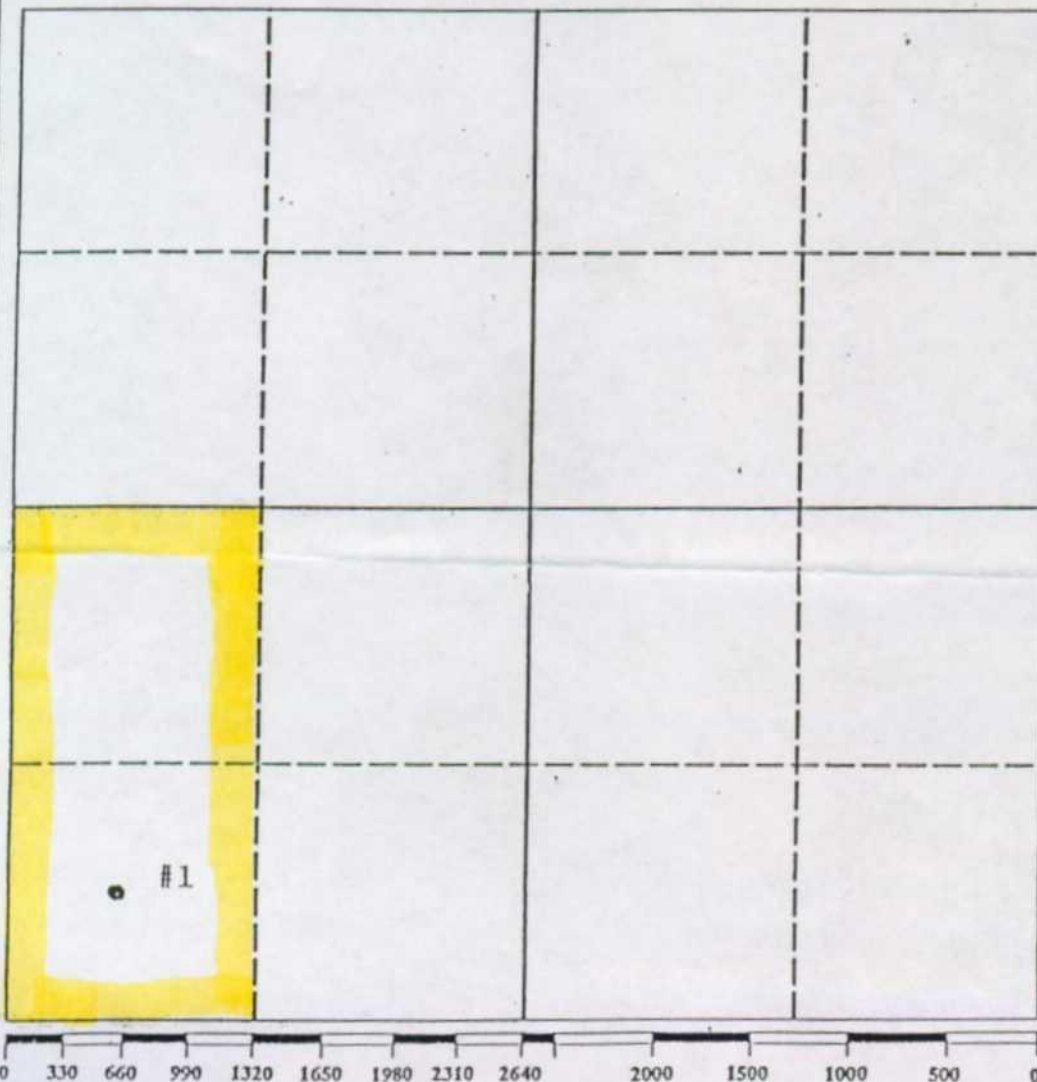
All Distances must be from the outer boundaries of the section

Operator John H. Hendrix Corporation			Lease State A-17		Well No. 1
Unit Letter M	Section 17	Township 19S	Range 37E	County Lea	

Actual Footage Location of Well:

660 feet from the South line and 660 feet from the West line			
Ground level Elev. 3715' DF	Producing Formation Yates-R-R-Queen	Pool Eumont	Dedicated Acreage: Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communalization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____
No allowable will be assigned to the well until all interests have been consolidated (by communalization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
Ronnie H. Westbrook
Printed Name
Ronnie H. Westbrook
Position
Vice-President
Company
John H. Hendrix Corporation
Date
10/18/90

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Signature & Seal of
Professional Surveyor

Certificate No.

MEWBOURNE OIL COMPANY

500 W, TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(915) 682-3715
FAX (915) 685-4170

OIL CONSERVATION DIVISION
RECEIVED

95 JAN 17 PM 8 52

*Suspense Date
2-6-95*

January 12, 1995

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Gentlemen:

Mewbourne Oil Company respectfully requests administrative approval for a non-standard 80 acre gas proration unit consisting of the E/2SW/4 of Section 17, T19S-R37E, Lea County, New Mexico, for a Eumont gas well, the State "17" No. 1 located in Unit N. A lease plat is attached showing the location of this well.

The State "17" No. 1 is a new well. Approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. The proposed proration unit will consist of contiguous lots and lie wholly within a single governmental section. The length or width of the proration unit will not exceed 5280 feet.

By copy of this letter, we are notifying the offset operators of this proposed non-standard proration unit. If these operator have no objections we ask that they execute the attached waiver and return two copies to the N.M.O.C.D.

Yours very truly,

MEWBOURNE OIL COMPANY



Steve Cobb
District Landman

:encl

SC:jls

MEWBOURNE OIL COMPANY

Administrative Application for
Creation of a Non-Standard 80 Acre
Eumont Gas Pool Proration Unit
State "17" No. 1
1780' FWL & 660' FSL, Unit N
Section 17, T19S, R37E
Lea County, New Mexico

OFFSET OPERATORS

Chevron USA Inc.
P.O. Box 1150
Midland, TX 79702
Attention: L.V. Trautman

Lanexco, Inc.
P.O. Box 1206
Jal, NM 88252
Attn: Robert Lunsford

Texaco Exploration & Production Inc.
P.O. Box 2100
Denver, CO 80201
Attention: Ronald Lanning

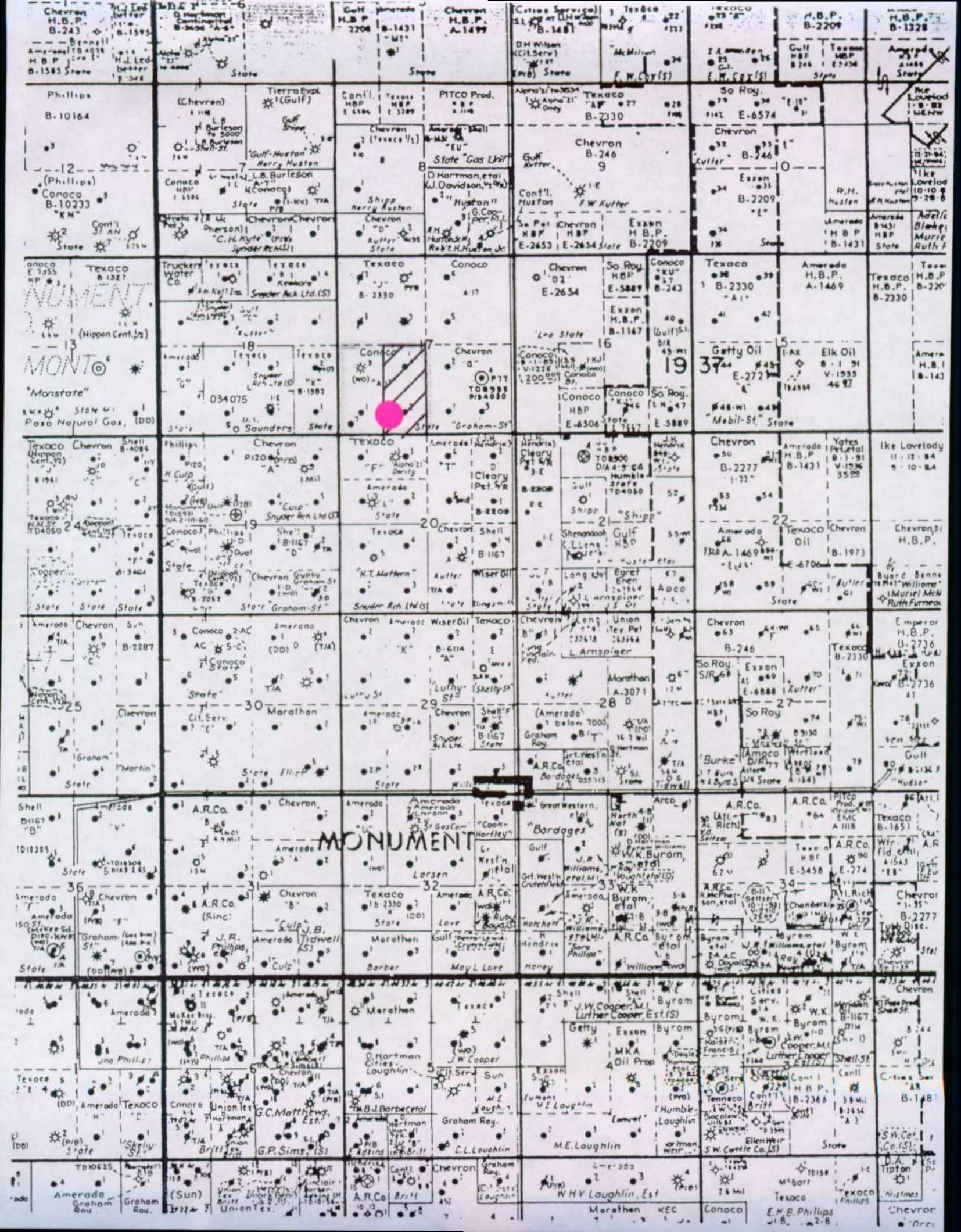
John H. Hendrix Corporation
223 West Wall, Suite 525
Midland, Texas 79701
Attn: Ronnie H. Westbrook

Tierra Exploration
P.O. Box 5057
Hobbs, NM 88240
Attn: Joe Janica

Lewis B. Burleson
P.O. Box 2479
Midland, TX 79702

Amerada Hess Corporation
1201 Louisiana, Suite 700
Houston, TX 77002-5681
Attn: Peter Bacon

Meridian Oil Inc.
3300 N. "A" St., Bldg. 6
Midland, TX 79705
Attn: Dennis Sledge



District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesa, NM 88211-0719
District III
1000 Rte Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

01/12/95 15:04

3976252
Energy, Minerals & Natural Resources Department

MOC HOBBS

Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address. ✓ Mewbourne Oil Company P. O. Box 5270; Hobbs, New Mexico 88241		² OGRID Number 14744
⁴ Property Code B-265616-399	⁵ Property Name Eumont "17" State	³ API Number 30-025-32822
		⁶ Well No. 1

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
8A1	17	19S	37E		660	South	1780	West	Lea

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

⁹ Proposed Pool 1

Eumont Yates Seven Rivers Queen (Pro Gas)

¹⁰ Proposed Pool 2

¹¹ Work Type Code N	¹² Well Type Code G	¹³ Cable/Rotary Rotary	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 3693'
¹⁶ Multiple No	¹⁷ Proposed Depth 3,800'	¹⁸ Formation Queen	¹⁹ Contractor Rod-Ric	²⁰ Spud Date Feb. 15, 1995

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	8 5/8"	24#	400' +/-	250 sks. "C"	Circulated
7 7/8"	4 1/2"	9.5#	3,800' +/-	500 sks. "C"	Circulate

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

BOP PROGRAM: Schaffer LWS or equivalent (double-ram hydraulic) 600 series from surface casing to total depth.

MUD PROGRAM: 0 - 400' +/-: Fresh water with spud mud, paper for LCM if needed.
0 - 3,800' +/-: Brine water with paper for LCM as needed. Lime for pH control. Weight 9.6# - 9.8#, water loss - no control; viscosity 28 - 32.

Approval for drilling only -- CANNOT produce until Non-Standard Proration is approved
Gas is not Dedicated.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Bill Pierce

Title

Drilling Superintendent

Date:

Jan. 11, 1995

Phone:

505 393-5905

OIL CONSERVATION DIVISION

Approved by:

ORIGINAL SIGNED BY JERRY SEXTON

Title:

DISTRICT I SUPERVISOR

Approval Date:

JAN 12 1995

Expiration Date:

Conditions of Approval:

Attached ☐

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		Pool Code 76480	Pool Name Eumont Yates Seven Rivers Queen (Pro Gas)
Property Code B-2656	Property Name EUMONT "17" STATE		Well Number 1
GRID No. 14744	Operator Name MEWBOURNE OIL COMPANY		Elevation 3693

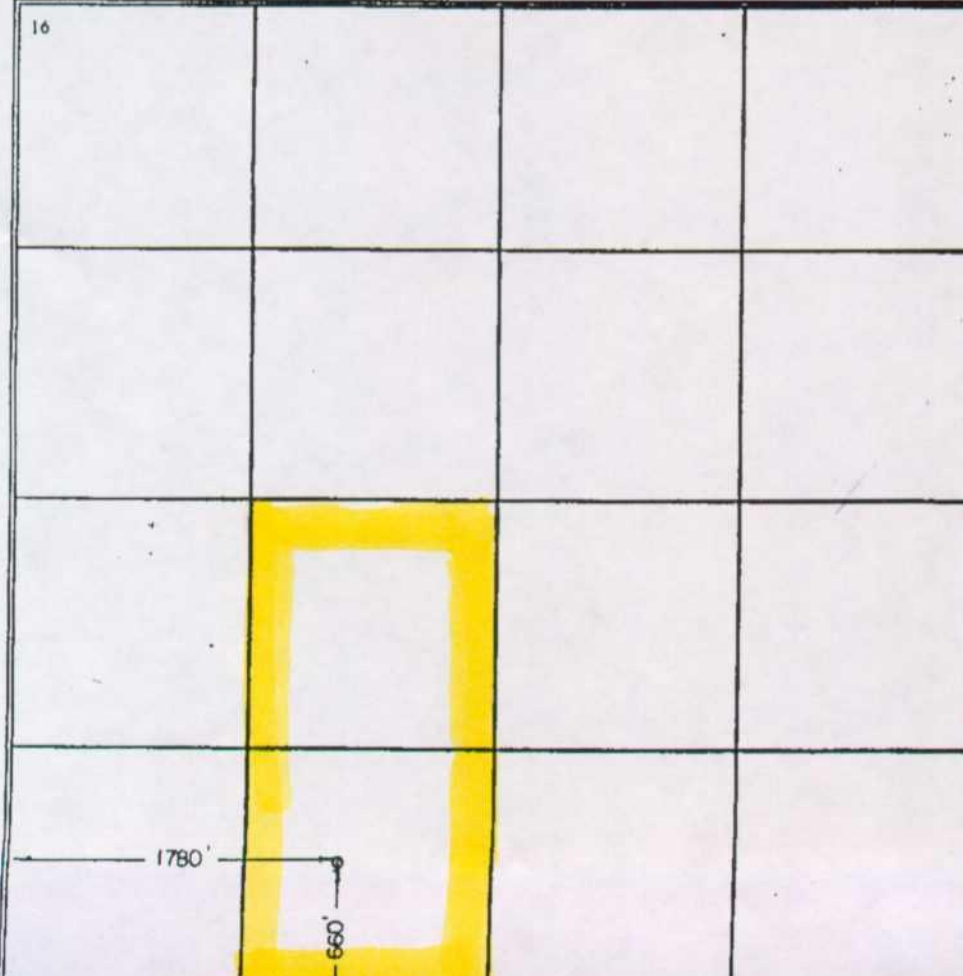
¹⁰ Surface Location

UL or lot no. N	Section 17	Township 19S	Range 37E	Lot Idn	Feet from the 660	North/South line SOUTH	Feet from the 1780	East/West line WEST	County LEA
--------------------	---------------	-----------------	--------------	---------	----------------------	---------------------------	-----------------------	------------------------	---------------

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 80	Joint or Infill N	Consolidation Code		Order No.					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>Bill Pierce</i> Signature Bill Pierce Printed Name Drilling Superintendent Title January 11, 1995 Date	
	18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. 1/06/95 Date of Survey Signature and Seal of Professional Surveyor: <i>Herschel L. ...</i> Certificate Number 3640	

MEWBOURNE OIL COMPANY

500 W, TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

(915) 682-3715

FAX (915) 685-4170

January 12, 1994

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

To: OFFSET OPERATORS

Attached is a copy of Mewbourne Oil Company's administrative application for New Mexico Oil Conservation Division approval of a non-standard proration unit for the State "17" No. 1 well. Approval of this application will promote conservation and encourage the efficient recovery of oil and gas reserves.

As an offset operator, if you do not have any objections to the attached application, please sign the enclosed waivers and mail two copies to the N.M.O.C.D in Santa Fe and one copy to Mewbourne Oil Company in Midland. We have enclosed self-addressed, stamped envelopes for your convenience.

If you have any questions, please call me at (915) 682-3715. Your prompt consideration in the above matter is appreciated.

Yours very truly,

MEWBOURNE OIL COMPANY



Steve Cobb
District Landman

SC:jls

OIL CONSERVATION DIVISION
RECEIVED
95 JUN 17 AM 8 52

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By: Rennie H. Westhead
Representing: John H. Hendrix Corp
Date: 1/12/95

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By: Rennie H. Westpool

Representing: John H. Hendrix, Jr.

Date: 1/12/95



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

1-13-95

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
RECEIVED
BRUCE KING
GOVERNOR
JAN 14 1995

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL _____
NSP X _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Newbourne Oil Co Earnout 17 State #1-N 17-19s 37e
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
Supervisor, District 1

/ed

CMD :
OG6WELL

ONGARD
INQUIRE WELL DETAILS

01/17/95 14:53:43
OGOMES -EMEF

API Well No: 30 25 32820 Eff Date : 01-11-1995 APD Status : A
OGRID Idn : 14744 MEWBOURNE OIL CO
Prop Idn : 16399 EUMONT 17 STATE
Well No : 1

	U/L	Sec	Township	Range	North/South	East/West	Lot Idn
Surface Locn :	N	17	19S	37E	FTG 660 F S	FTG 1780 F W	
API County :	25	Lea					

Well type : G Ground Level Elevn : 3693 Cable/Rotary : R
Lease type : S State Lease Number :

Prpsd Depth : 3800 Prpsd Formation : QUEEN

M0025:Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 IWCM	PF11 HISTORY	PF12 NXTREC

OIL CONSERVATION DIVISION
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Re: Application for a 80 Acre
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State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By: Ronald W. Lanning
Representing: TEXACO
Date: 1-19-95

OIL CONSERVATION DIVISION
RECEIVED

95 JAN 31 AM 8 52

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By:

Joel Jancie

Representing:

Tierra Exploration Inc.

Date:

01/27/95.

MEWBOURNE OIL COMPANY

500 W, TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(915) 682-3715
FAX (915) 685-4170

OIL CONSERVATION DIVISION
RECEIVED

1995 JAN 12 PM 8 52

January 12, 1995

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

NSP-1619-A(2)

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

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Yours very truly,

MEWBOURNE OIL COMPANY

Steve Cobb
Steve Cobb
District Landman

:encl

SC:jls

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By: Dr. W. Darrin *gms*
Arcalandmen *CB*
Representing: Mendian Oil Inc.
Date: 1-24-95

Re: Application for a 80 Acre
Non-Standard Gas Proration Unit,
State "17" No. 1 Well
1780' FWL & 660' FSL
E/2SW/4 Sec. 17, T19S-R37E,
Lea County, New Mexico
Eumont Gas Pool

Mr William J. Lemay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

As an offset operator, the undersigned has no objection to Mewbourne Oil Company's application to dedicate the non-standard proration unit to the State "17" No. 1 in the Eumont Gas.

Approved By: W. H. Danner jms
Representing: Arac Landman CAB
Hendrix Oil Inc.
Date: 1-24-95

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
 Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



February 6, 1995

Mewbourne Oil Company
 500 West Texas - Suite 1020
 Midland, Texas 79701

Attn: Steve Cobb

John H. Hendrix Corporation
 223 West Wall - Suite 525
 Midland, Texas 79701

Attn: Ronnie H. Westbrook

2/10/95

To: Bin Carr

let's discuss

(A) what makes our
 160-acre unit unorthodox?

(B) we filed Non-Std.
 unit application - status?

Division Administrative Order NSP-1619-A(L)

Dear Messrs. Cobb and Westbrook

Reference is made to John H. Hendrix Corporation's ("Hendrix") application dated January 4, 1995 and the application dated January 12, 1995 from Mewbourne Oil Company ("Mewbourne"), to divide the existing 160-acre non-standard gas spacing and proration unit ("GPU") in the Eumont Gas Pool currently operated by John H. Hendrix Corporation and comprising the SW/4 of Section 17, Township 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico, into two separate 80-acre gas spacing and proration units.

Said 160-acre GPU was authorized by Division Administrative Order NSP-1619, dated January 16, 1991, and is currently dedicated to the Hendrix State "A-17" Well No. 1 (API No. 30-025-05610) located at a standard gas well location 660 feet from the South and West lines (Unit M) of said Section 17.

VILLAGE BUILDING - 408 Galisteo
 Forestry and Resources Conservation Division
 P.O. Box 1948 87504-1948
 827-5830

Park and Recreation Division
 P.O. Box 1147 87504-1147
 827-7465

2040 South Pacheco
 Office of the Secretary
 827-6950
 Administrative Services
 827-6925
 Energy Conservation & Management
 827-5300
 Mining and Minerals
 827-5970

Division Administrative Order NSP-1619-A(L)
Mewbourne Oil Company/John H. Hendrix Corporation
February 6, 1995
Page 2

It is our understanding at this time that:

- (1) the acreage dedication for said State "A-17" Well No. 1 will be changed to a non-standard 80-acre unit comprising the E/2 SW/4 of said Section 17; and,
- (2) the remaining 80 acres comprising the W/2 SW/4 of said Section 17 is to be dedicated to Mewbourne's proposed State "17" Well No. 1 (API No. 30-025-32820) to be drilled at an unorthodox gas well location 660 feet from the South line and 1780 feet from the West line (Unit N) of said Section 17.

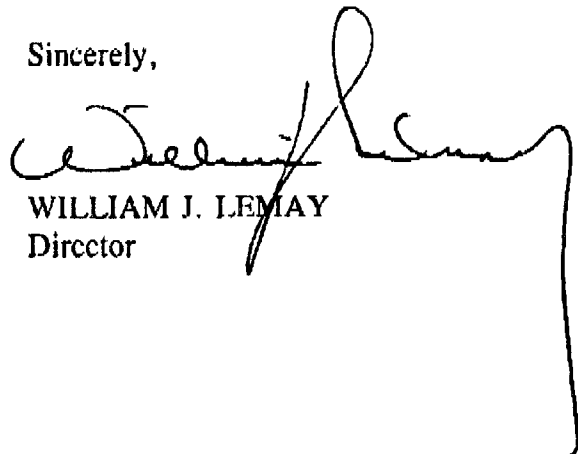
need to reverse

The operator of each of the above-described units shall file, within 20-days from the date of this order a new OCD Form C-102 with the Division reflecting the above-described acreage changes.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Jalmat Gas Pool*", as promulgated by Division Order No. R-8170, as amended, the two above-described non-standard gas spacing and proration units in the SW/4 of said Section 17 are hereby approved with allowables to be assigned thereto in accordance with **Rule 5** of said pool rules based upon its respective unit size. Further, the location of Mewbourne's proposed State "17" Well No. 1 is hereby approved under authority of **Rule 2(c)** of said Special Eumont Pool Rules.

Division Administrative Order No. NSP-1619(SD) is hereby placed in abeyance until further notice.

Sincerely,



WILLIAM J. LEMAY
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-1619



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

March 1, 1995

Mewbourne Oil Company
500 West Texas - Suite 1020
Midland, Texas 79701

Attn: Steve Cobb

John H. Hendrix Corporation
223 West Wall - Suite 525
Midland, Texas 79701

Attn: Ronnie H. Westbrook

CORRECTED
Division Administrative Order NSP-1619-A(L)

Dear Messrs. Cobb and Westbrook

It was brought to the Division's attention that Division Administrative Order NSP-1619-A(L) is in error. The third paragraph of the order found on page 2, being one in the same to hereby amended to read in its entirety as follows:

"It is our understanding at this time that:

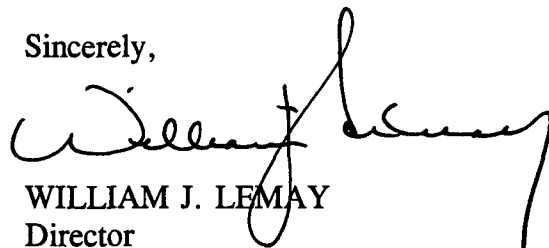
- (1) the acreage dedication for said State "A-17" Well No. 1 will be changed to a non-standard **80-acre** unit comprising the **W/2 SW/4** of said Section 17; and,
- (2) the remaining **80 acres** comprising the **E/2 SW/4** of said Section 17 is to be dedicated to Mewbourne's proposed State "17" Well No. 1 (API No. **30-025-32820**) to be drilled

Corrected Division Administrative Order NSP-1619-A(L)
Mewbourne Oil Company/John H. Hendrix Corporation
March 1, 1995
Page 2

at an unorthodox gas well location 660 feet
from the South line and 1780 feet from the
West line (Unit N) of said Section 17."

Said Order NSP-1619-A(L) shall remain in full force and effect until further notice.

Sincerely,



WILLIAM J. LEMAY
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-1619
NSP-1619-A(L) ✓