

AUG. 19. 1996 3:18PM

NO. 917 P. 2/4



Shell Western E&P Inc.

An affiliate of Shell Oil Company

P. O. Box 578
Houston, TX 77001

Fax Transmittal & U.S. Mail

August 19, 1996

Mr. Ralph Erwin
Erwin Oil & Gas Ltd., Inc. c/o
Oil Reports and Gas Services, Inc.
P. O. Box 755
Hobbs, NM 88241

Dear Mr. Erwin:

**SUBJECT: Non-Standard Location - Gas Spacing And Proration Unit
SW/4 Sec. 19-T18S-R38E
North Hobbs Unit Area
Lea County, New Mexico**

In response to your August 2, 1996, request for approval (as an offset operator) of the attached location exception notice, SWEPI is agreeable to approving same and not opposing, subject to Erwin Oil & Gas Ltd., Inc's ("Erwin") unconditional approval of any location notice exceptions SWEPI may provide to Erwin in the future concerning new wells or reentries in the SW/4 Sec. 19-T18S-R38E. If you are agreeable, please note your concurrence in the signature block below and fax to the attention of the undersigned at (713) 544-2632.

In the interim, should you have any questions or require additional information, please feel free to contact the undersigned at (713) 544-3195.

Sincerely,

D. B. Champlin, CPL/ESA
Western & Central Assets
Continental Division

DBC:dbc

Attach.

Erwin Oil & Gas Ltd., Inc.

Agreed To And Accepted This 28 Day Of August, 1996.

By: Ralph E. Erwin
Ralph E. Erwin

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
111 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-102
Revised October 18, 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 30-0-25-32297	Pool Code 7220	Pool Name Brewer Water Pool Bowers - Seven Rivers
Property Code 14919	Property Name QUARRY	Well Number 1
OCRID No. 018703	Operator Name ERWIN OIL & GAS LTD INC	Elevation 3661

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	19	18S	38E		1980	South	890	West	LCH

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
L	19	18S	38E		1980	South	890	West	LCH

Dedicated Acres 40	Joint or Infill N	Consolidation Code 0	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	Section 19 Township 18 S Range 38 E	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>Ralph E. Erwin</i> Signature Ralph E. Erwin Printed Name Operator Title Date
	Tr. 1 SW/4 Shell Western, operator. Fee mineral interest, no unleased interest. Tr. 2 NW/4 SW/4 Erwin Oil & Gas operator. Fee mineral interest, no unleased interest.	
890 Quarry #1 1980	Green line represents standard sized spacing unit. Black line represents application for NS spacing unit.	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. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number

