

To: Ernie Busch, New Mexico Oil Conservation Division
 From: Peggy Bradfield, Burlington Resources *PBB*
 Date: July 22, 1999
 Re: McDaniel #1R
 Section 17, T-29-N, R-11-W
 NSL-NSP

Identified in the table below are three existing NSP orders which directly offset the existing NSP order (Case No. 894, Order R-666) for the McDaniel #1. Please note that we will have 120 acres (SE/4 SE/4 Section 18, NE/4 NE/4 Section 19, NW/4 NW/4 Section 20) that we will not be able to develop if the McDaniel #1R is spaced in the SW/4 Section 17.

Because of existing offset NSP orders in the area, the above described 120 acres are already excluded from other surround proration units and could only be developed if the existing NSP on the McDaniel #1 is also applied to the McDaniel #1R.

Well Name	Twp/Rng/Sec	NSP Order/Date	NSP Description	Comments
Cozzens #7	29-11 Sec 18	NSP-1246 3-28-81	120 acres: N/2 SE/4, SW/4 SE/4 (note the SE/4 SE/4 is excluded)	Changed to NSP specifically because SE/4 SE/4 was dedicated to NSP order for McDaniel #1
Cozzens #2R	29-11 Sec 19	NWU-56 5-17-55	180 acres: W/2 NE/4, E/2 NW/4 (note NE/4 NE/4 is excluded)	APD approved as 1999 replacement well under existing NSP
Cozzens #4	29-11 Sec 20	NWU-61 5-20-55	120 acres: S/2 NW/4, NE/4 NW/4 (note NW/4 NW/4 is excluded)	

Hopefully this is the information you needed for this well.

The Cozzens #7 in which NSP-1246 was issued for was Pt A'd in 1995 NSP cannot be applied at that time