

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

March 2, 1981

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Amoco Production Company P. O. Box 68 Hobbs, New Mexico 88240

Attention: Mr. E. D. Newman

Administrative Order NSL-1326

Gentlemen:

Reference is made to your application for a non-standard location for your State G Well No. 6 located 1980 feet from the North line and 1650 feet from the West line of Section 33, Township 18 South, Range 38 East, NMPM, Hobbs Drinkard Pool, Lea County, New Mexico.

Provided however, that during recompletion operations Amoco shall place cement across the Grayburg-San Andres interval opposite the production casing in said State G Well No. 6 or shall otherwise demonstrate that the casing-hole annulus cannot serve as an avenue of escape for injected fluids in the Hobbs Pool. Such work shall be performed in accordance with a plan approved by the Hobbs district office of the Division.

By authority granted me under the provisions of Rule 5 of Order No. R-3811, the above-described unorthodox location is hereby approved.

Sincerely,

JOE D. RAMEY, Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs

Oil & Gas Engineering Committee - Hobbs

Oil & Gas Division - State Land Office - Santa Fe