

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

December 3, 1991



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mewbourn Oil Company
c/o James Bruce
500 Marquette NW
Suite 800
Albuquerque, New Mexico 87102-2121

Amended
Administrative Order NSL-2702

Dear Mr. Bruce:

Reference is made to your applications dated October 4, and November 6, 1991 to include the Avalon Strawn Gas and Avalon Atoka Gas Pools in the provisions of Division Administrative Order NSL-2702, dated October 23, 1989, which order authorized Mewbourn Oil Company to test the Avalon Morrow Gas Pool at an unorthodox gas well location 990 feet from South line and 660 feet from the West line (Unit M) of Section 28, Township 20 South, Range 27 East, NMPM, Eddy County, New Mexico.

It is our understanding that the Morrow interval in the Federal "Q" Well No. 1 has been plugged back and the well was recompleted in the Atoka zone and will subsequently be perforated in the Strawn formation. Further, the W/2 of said Section 28 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit in both pools.

By the authority granted me under the provisions of Division General Rule 104F.(1) said Order NSL-2702 is hereby amended to include both the Strawn and Atoka formations.

All other provisions of said Order NSL-2702 shall remain in full force and effect until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia
U.S. BLM - Carlsbad