STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

October 5, 1992

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

Marshall Pipe & Supply Company 13423 Forestry Drive Dallas, Texas 75240

Attention: J.W. Marshall

Administrative Order NSL-3174

Dear Mr. Marshall:

Reference is made to your application dated September 22, 1992 for an unorthodox gas well location in the San Andres formation underlying the NW/4 of Section 26, Township 2 South, Range 29 East, NMPM, Roosevelt County, New Mexico.

It is our understanding that the existing Stoltenberg Well No. 1, location 1650 feet from the North line and 2310 feet from the West line (Unit F) of said Section 26, was recently reentered and was completed as a gas well in the San Andres formation through the perforated interval 2920 feet to 2930 feet. The subject well was originally drilled in late 1986 to a total depth of 7290 feet to test the Montoya formation for gas. At that time, the N/2 of said Section 26 was to be dedicated to said well whereon the locations was considered standard for such completion.

The subject location however is considered non-standard pursuant to Division General Rule 104.B.(1)(a), at this time the applicant has made proper filing pursuant to Division General Rule 104.F.(3) and (4); therefore, the above described San Andres gas well location is hereby approved.

Sincerely,

WILLIAM J. LEMAY

Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs