

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



October 11, 1994

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

Amoco Production Company
P.O. Box 3092
Houston, Texas 77253

Attn: Matt Wines

Administrative Order NSL-3429

Dear Mr. Wines:

Reference is made to your application dated August 25, 1994 for an unorthodox Fowler-Upper Paddock gas well location for your existing South Mattix Unit Federal Well No. 44 (API No. 30-025-31478), located 2500 feet from the North line and 1650 feet from the East line (Unit G) of Section 15, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, which was drilled in 1991 and completed, under the authority of Division Order No. R-9623, issued in Case 10406 and dated January 8, 1992, as a water injection well in the South Mattix (Federal) Unit Waterflood Project.

It is our understanding that the Upper Yeso interval will be properly plugged back and said well will be recompleted up hole into the Fowler-Upper Paddock Gas Pool, which pursuant to the Special Rules and Regulations for the Fowler-Upper Paddock Gas Pool, as promulgated by Division Order No. R-2426, as amended, is unorthodox. Further, the E/2 of said Section 15 shall be dedicated to said well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 5 of the said Fowler-Upper Paddock Gas Pool Special Rules and Regulations, the above-described unorthodox gas well location is hereby approved.

Sincerely,

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

William J. LeMay
Director

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad