

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

July 9, 1991

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

Meridian Oil, Inc.
21 Desta Drive
Midland, TX 79705

Attention: Connie L. Malik

Administrative Order SD-91-8

Dear Ms. Malik:

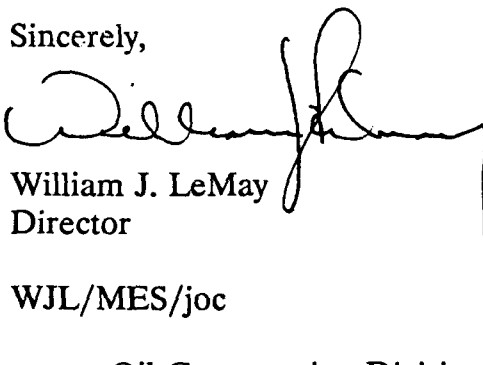
Per your application dated June 17, 1991, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the SE/4 of Section 32, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico (Division Order R-520, dated August 12, 1954), from the existing

Shell State Well No. 6 located at a standard gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 32 and to the proposed

Shell State Well No. 8 to be drilled at a standard gas well location 660 feet from the South line and 1830 feet from the East line (Unit O) of said Section 32.

Further, you are permitted to produce the allowable assigned said 160-acre unit from both wells in any proportion.

Sincerely,


William J. LeMay
Director

WJL/MES/joc

cc: Oil Conservation Division - Hobbs

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

April 10, 1992



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

Meridian Oil, Inc.
P. O. Box 51810
Midland, Texas 79710-1810

Attention: Maria L. Perez

AMENDED
Administrative Order SD-91-8

Dear Ms. Perez:

Reference is made to your letter dated January 2, 1992 concerning the need to amend Division Administrative Order SD-91-8, dated July 9, 1991, which order authorized the simultaneous dedication of Eumont Gas Pool production from the SE/4 of Section 32, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, to the Shell State Well No. 6 located in Unit I and to the Shell State Well No. 8 to be drilled in Unit O, both in said Section 32.

It is our understanding that the proposed Shell State Well No. 8 was originally spotted on a map and permitted before it was actually staked and for some unexplained reason had to be moved.

Division Administrative Order SD-91-8 is hereby amended to show the well location for the Shell State Well No. 8 to be drilled 660 feet from the South line and 1780 feet from the East line (Unit O) of said Section 32, all other provisions of said Order SD-91-8 shall remain in full force and effect until further notice.

Sincerely,

A handwritten signature in cursive script that reads "William J. LeMay".
William J. LeMay
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs