STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

March 1, 1995

Mewbourne Oil Company 500 West Texas - Suite 1020 Midland, Texas 79701

Attn: Steve Cobb

John H. Hendrix Corporation 223 West Wall - Suite 525 Midland, Texas 79701

Attn: Ronnie H. Westbrook

CORRECTED Division Administrative Order NSP-1619-A(L)

Dear Messrs. Cobb and Westbrook

It was brought to the Division's attention that Division Administrative Order NSP-1619-A(L) is in error. The third paragraph of the order found on page 2, being one in the same to hereby amended to read in its entirety as follows:

"It is our understanding at this time that:

- (1) the acreage dedication for said State "A-17" Well No. 1 will be changed to a non-standard 80-acre unit comprising the W/2 SW/4 of said Section 17; and,
- the remaining 80 acres comprising the E/2 SW/4 of said Section 17 is to be dedicated to Mewbourne's proposed State "17" Well No. 1 (API No. 30-025-32820) to be drilled

at an unorthodox gas well location 660 feet from the South line and 1780 feet from the West line (Unit N) of said Section 17."

Said Order NSP-1619-A(L) shall remain in full force and effect until further notice.

Sincerely,

WILLIAM J. LEM

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe

File: NSP-1619

NSP-1619-A(L)

State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



February 6, 1995

Mewbourne Oil Company 500 West Texas - Suite 1020 Midland, Texas 79701

Attn: Steve Cobb

John H. Hendrix Corporation 223 West Wall - Suite 525 Midland, Texas 79701

Attn: Ronnie H. Westbrook

Division Administrative Order NSP-1619-A(L)

Dear Messrs. Cobb and Westbrook

Reference is made to John H. Hendrix Corporation's ("Hendrix") application dated January 4, 1995 and the application dated January 12, 1995 from Mewbourne Oil Company ("Mewbourne"), to divide the existing 160-acre non-standard gas spacing and proration unit ("GPU") in the Eumont Gas Pool currently operated by John H. Hendrix Corporation and comprising the SW/4 of Section 17, Township 19 South, Range 37 East, N.M.P.M., Lea County, New Mexico, into two separate 80-acre gas spacing and proration units.

Said 160-acre GPU was authorized by Division Administrative Order NSP-1619, dated January 16, 1991, and is currently dedicated to the Hendrix State "A-17" Well No. 1 (API No. 30-025-05610) located at a standard gas well location 660 feet from the South and West lines (Unit M) of said Section 17.

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830

> Park and Recreation Division P.O. Box 1147 87504-1147 827-7465

2040 South Pacheco

Office of the Secretary 827-5950

Administrative Services 827-5925

Energy Conservation & Management 827-5900

Mining and Minerals 827-5970

Oil Conservation 827-7131 It is our understanding at this time that:

- (1) the acreage dedication for said State "A-17" Well No. 1 will be changed to a non-standard 80-acre unit comprising the E/2 SW/4 of said Section 17; and,
- the remaining 80 acres comprising the W/2 SW/4 of said Section 17 is to be dedicated to Mewbourne's proposed State "17" Well No. 1 (API No. 30-025-32820) to be drilled at an unorthodox gas well location 660 feet from the South line and 1780 feet from the West line (Unit N) of said Section 17.

The operator of each of the above-described units shall file, within 20-days from the date of this order a new OCD Form C-102 with the Division reflecting the above-described acreage changes.

By the authority granted me under the provisions of Rule 2(a)4 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Jalmat Gas Pool", as promulgated by Division Order No. R-8170, as amended, the two above-described non-standard gas spacing and proration units in the SW/4 of said Section 17 are hereby approved with allowables to be assigned thereto in accordance with Rule 5 of said pool rules based upon its respective unit size. Further, the location of Mewbourne's proposed State"17" Well No. 1 is hereby approved under authority of Rule 2(c) of said Special Eumont Pool Rules.

Division Administrative Order No. NSP-1619(SD) is hereby placed in abeyance until further notice.

Sincerely,

WILLIAM J. LE**y**IAY

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe

File: NSP-1619