STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

June 17, 1993

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

Naumann Oil & Gas, Inc. c/o Kemp, Smith, Duncan & Hammond, P.C. P. O. Box 2796 Midland, Texas 79702-2796

Attention: Frank N. Cremer

Administrative Order NSP-1672

Dear Mr. Cremer:

Reference is made to your application dated April 16, 1993 to sever approximately 5.5 acres, more or less, within the Federal domain from the S/2 of Section 12, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico, thereby forming a non-standard 314.50-acre, more or less, gas spacing and proration unit in the Strawn formation.

The Inexco Federal Com Well No. 1 located at a previously approved unorthodox gas well location (Division Administrative Order NSL-3216, dated January 8, 1993) 1650 feet from the South line and 660 feet from the East line (Unit I) of said Section 12 recently completed in the Undesignated West Burton Flat-Strawn Gas Pool is to be dedicated to the proposed unit.

The acreage to be severed from the S/2 of Section 12 are those unleased Federal Tracts comprising that portion of the NW/4 SW/4 of said Section 12 lying west of the middle of the channel of the Pecos River and the eastern one-half of the channel of that portion of the Pecos River located in the W/2 SW/4 of said Section 12. Said acreage to be excluded is depicted and herein referenced on the map entitled Plat of Reservoir No. 2 prepared by The Pecos Irrigation and Improvement Company and dated September 6, 1895. Said map was made a part of a quit title suit styled United States of America v. Pecos Irrigation Company, being Cause No. CV 78-091 B, in the United States District Court for the District of New Mexico.

By authority granted me under the provisions of General Rule 104.D(2), the aforementioned non-standard 314.50-acre, more or less, gas spacing and proration unit within the S/2 of said Section 12, save and except the 5.5 acres, more or less, of unleased Federal minerals as described-above, is hereby authorized; **provided however**, this administrative order shall not become effective until such time as like approval of communitization of said spacing/proration unit is granted by the United States Bureau of Land Management.

Sincerely,

William J. Lema

Director

MES/amg

cc: Oil Conservation Division - Artesia

U.S. BLM - Carlsbad Resource Area Office, Carlsbad

U.S. BLM - Roswell District Office, Roswell (Armando Lopez)

File: NSL-3216

Naumann Oil & Gas, Inc. c/o Kemp, Smith, Duncan & Hammond, P.C. P. O. Box 2796 Midland, Texas 79702-2796

Attn: Frank N. Cremer

Administrative Order NSP-****

Dear Mr. Cremer:

Reference is made to your application dated April 16, 1993 to sever approximately 5.5 acres, more or less, from the **S/2** equivalent of Section, Township, Range, NMPM, County, New Mexico, thereby forming a non-standard 314.00-acre gas spacing and proration unit for the Pool.

The Inexco Federal Com Well No. 1 located at a previously approved unorthodox gas well location (Division Administrative Order NSL-3216, dated January 8, 1993) 1650 feet from the South line and 660 feet from the East line (Unit I) of said Section 12 recently completed in the Undesignated West Burton Flat-Strawn Gas Pool is to be dedicated to the proposed unit.

The acreage to be severed from the S/2 of Section 12 is that unleased Federal Tract comprising

- * that portion of the NW/4 SW/4 of said Section 12 lying west of the middle of the channel of the Pecos River and the eastern one-half of the channel of that portion of the Pecos River located in the W/2 SW/4 of said Section 12. Said acreage to be excluded shall be referenced on a map dated September 6, 1895 which was made a part of a quit title suit styled <u>United States of America v. Pecos Irrigation Company</u>, being Cause No. CV 78-091 B, in the United States District Court for the District of New Mexico.

By authority granted me under the provisions of General Rule 104***, the aforementioned non-standard ****-acre gas spacing and proration unit in the S/2 of said Section 12, save and except the 5.5 acres, more or less, as described-above, is hereby approved.

cc - copy to but francolo directly