



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

August 28, 2000

Santa Fe Snyder Corporation
c/o **W. Thomas Kellahin**
P. O. Box 2265
Santa Fe, New Mexico 87504-2265

Maynard Oil Company
c/o **Campbell, Carr, Berge & Sheridan**
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Attention: William F. Carr

Re: *Division Administrative Order NSL-4498/Division Case No. 12462.*

Dear Messrs. Kellahin and Carr:

Per Mr. Carr's letter dated August 23, 2000 and Mr. Kellahin's letter dated August 28, 2000, Division Administrative Order NSL-4498, which order approved an unorthodox gas well location within the W/2 of Section 12, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico, being a standard 320-acre gas spacing and proration unit within the Undesignated Wilson-Morrow Gas Pool, for Santa Fe Snyder Corporation's Outland State Unit Well No. 1-Y (**API No. 30-025-34818**) located 638 feet from the South line (which is only 22 feet from a standard location) and 739 feet from the West line (Unit M) of Section 12, Township 21 South, Range 34 East, NMPM, New Mexico, is hereby reinstated.

Further, Division Case No. 12462, set for hearing on the September 7th docket shall be dismissed.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Hobbs
Ms. Lori Wrotenbery, Director - NMOCD, Santa Fe
File: Case 12462