

OGRID 21355
PR.P 18762
0001 74040

30-05-26107

u1

June 7, 1990

JUN 21 '90

Sendero Petroleum, Inc.
P.O. Box 1736
Midland, TX 79702

O. C. D.
ARTESIA, OFFICE

Attention: Kurt Boley, Vice-President

Administrative Order NSL-2809

Dear Mr. Boley:

Reference is made to your application dated May 9 and 17, 1990 to re-enter the plugged and abandoned Santa Fe Exploration Company Indian Basin Federal Well No. 1, located at a standard gas well location 660 feet from the South and East lines (Unit P) of Section 8, Township 21 South, Range 23 East, NMPM, to test the Undesignated Indian Basin Upper Pennsylvanian Gas Pool, Eddy County, New Mexico.

Pursuant to your application and according to the files on record with the Division, said well was originally drilled by Santa Fe Exploration Company in June 1989 to a total depth of 9355 feet to test the Undesignated Indian Basin-Upper Pennsylvanian Gas Pool. By Division Order No. R-8913 the unorthodox location for said well was granted. However, by Division Order No. R-8913-A all provisions of said Order No. R-8913 were vacated since the well had been properly plugged and abandoned on July 5, 1989.

At this time, the applicant, Sendero Petroleum Inc., has made a proper filing pursuant to Rule 2(c) of Division Order No. R-8170, as amended. However, per an agreement with offsetting operators, production from this well should not exceed 50 percent of the standard monthly proration allowable assigned the proration unit.

Therefore, the above-described unorthodox gas well location, to be renamed the Pronghorn Federal Well No. 1, is hereby approved, PROVIDED HOWEVER said well and unit shall be assigned an acreage factor of 0.5.

9367600-6
3811796-D
3262650-W

50% of std. Allow.
(0.5) (Penn)
6-7-90
NSL-2809

NSL R-8913
Dual Comp + Comput. Plg.
Acreage Factor .40
R 8913 A - Vacated R-8913
Adm Order L-2809 For
unorthodox location of 50 Penn

Spread.
No. 2.153C
HASTINGS, MN
LOS ANGELES-CHICAGO-LEGAN, OH
MCGRIGER, TX-LOCUST GROVE, GA
U.S.A.

NC Tops OGM 11/19/90

San Andres	442
Glorieta	1905
Bone Spring	
Wolfcamp	5920
Penn	6916
Cisco	7214
Strawn	7743
Atoka	8446
Morrow	8730