

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

June 9, 2005

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Mewbourne Oil Company c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87505

AMENDED SD-00-02: South Empire-Morrow Gas Pool development within an existing 292.96-acre gas spacing and proration unit comprising Lots 3 and 4, the E/2 SW/4, and the SE/4 (S/2 equivalent) of Section 7, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, which was the subject of Division Administrative Order NSP-1281, dated January 7, 1982.

Dear Mr. Bruce:

While preparing the Division's records for imaging, I found that a previously issued Division Directive referenced as SD-00-02 (administrative application reference No. pMES0-516054828), dated March 22, 2000, does not reflect the actual location of one of the two wells that were the subject of this administrative order.

The second sub-paragraph referencing the Empire "7" Federal Well No. 1 of the third paragraph on pages 1 and 2 of SD-00-02 shall be amended at this time to read as follows:

"Mewbourne's Empire "7" Federal Well No. 1 (API No. 30-015-31134), located at a standard infill gas well location 760 feet from the South and 1750 feet from the West line (Unit N) of Section 7."

The amendment set forth in this order (administrative application reference No. pMES0-516057018) shall be entered retroactively as of March 22, 2000; further, all other provisions of Division Administrative Order SD-00-02 shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division - Artesia

U. S. Bureau of Land Management - Carlsbad

William F. Carr, Legal Counsel for Harvey E. Yates Company - Santa Fe

File: NSP-1281

NSL-4871