



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

May 20, 1994

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

BTA Oil Producers
104 South Pecos
Midland, TX 79701

Attention: Dorothy Houghton

Administrative Order NSL-2437-A

Dear Ms. Houghton:

Reference is made to your application dated April 26, 1994 for a non-standard Ojo Chiso-Strawn gas well location for your existing Chiso, 8711 "JV-P" Well No. 1 which was drilled in 1987 and completed in the Ojo Chiso Morrow Gas Pool at a previously approved unorthodox well location (see Division Administrative Order NSL-2437, dated November 4, 1987) 660 feet from the North line and 1830 feet from the West line (Unit C) of Section 14, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico.

It is my understanding that the Morrow zone will be properly plugged back and said well will be recompleted to the Undesignated Ojo Chiso-Strawn Pool, which pursuant to Division General Rule 104.C.(2)(6) is also unorthodox. Further, the N/2 of said Section 14 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Division General Rule 104.F(1), the above-described unorthodox gas well location is hereby approved.

Further, said Administrative Order NSL-2437 shall be placed in abeyance until further notice.

Sincerely,

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe
File: NSL-2437