STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

April 30, 1992

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

Enron Oil & Gas Company P.O. Box 2267 Midland, Texas 79702

Attn: Betty Gildon

Dear Ms. Gildon:

Reference is made to your letter dated March 12, 1992 requesting amendment of Division Administrative Order NSL-3103, dated March 6, 1992, which authorized Enron's Cedar Lake "35" Federal Com Well No. 1 to be drilled at an unorthodox gas well location 1240 feet from the North line and 1980 feet from the East line (Unit B) of Section 35, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico, as a Devonian gas test.

It is our understanding that Enron now wishes to drill deeper so as to penetrate the Silurian (Fusselman) formation and test for gas. For such a change re-notification to all off-sets will be necessary.

Should you have any questions, please contact me.

Sincerely

MICHAEL STOGNER

Chief Hearing Examiner/Engineer

MS/jc

cc: Oil Conservation Division - Artesia

U.S. BLM - Carlsbad