## STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

August 13, 1992

BRUCE KING

ANITA LOCKWOOD

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

Attention: Betty Gildon

Administrative Order NSL-3103-A

Dear Ms. Gildon:

Reference is made to your application dated June 15, 1992 for a non-standard Cedar Lake -Morrow gas well location for your existing Cedar Lake 35 Federal Com. Well No. 1 which was drilled in April 1992 and tested the Devonian formation at a previously approved unorthodox gas well location (Division Administrative Order NSL-3103, dated March 6, 1992), 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.

It is my understanding that the Devonian formation tested non-productive and that this zone will be properly plugged back and said well will be recompleted to the Cedar Lake Morrow Gas Pool, which purusant to Division General Rule 104.C.(2) is unorthodox. Further, the N/2 of said Section 35 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 General Rule 104.F.(I), the abovedescribed unorthodox gas well location is hereby approved.

Said Order NSL-3103 shall be placed in abeyance until further notice.

Sincerely,

WILLIAM J. LEMAY Director

WJL/MES/jc

Oil Conservation Division - Artesia cc:

U.S. BLM - Carlsbad