



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

December 8, 1997

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702
Attention: Patrick J. Tower

Administrative Order NSL-3912

Dear Mr. Tower:

Reference is made to your application dated November 26, 1997 for a non-standard oil well location to test the Undesignated Red Hills-Bone Spring Pool for your proposed Javelina "21" Federal Well No. 2 to be drilled 1218 feet from the North line and 908 feet from the East line (Unit A) of Section 21, Township 25 South, Range 34 East, NMPM, Lea County, New Mexico. The NE/4 NE/4 of said Section 21 is to be dedicated to the well thereby forming a standard 40-acre oil spacing and proration unit for said pool.

As further indicated by the application, all of said Section 21 is a single Federal lease in which Enron Oil & Gas Company is the lessee of record; therefore, there are no affected offsets to the subject 40-acre tract other than Enron.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location for both the Undesignated Red Hills-Bone Spring Pools is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", written over a horizontal line.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad