



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

December 4, 1998

Bonneville Fuels Corporation  
1660 Lincoln - Suite 1800  
Denver, Colorado 80264  
Attention: R. A. Schwering

Telefax No. (303) 863-1558

*AMENDED Administrative Order NSL-4130*

Dear Mr. Schwering:

Reference is made to your application dated December 2, 1998 requesting that Division Administrative Order NSL-4130 be amended to reflect a location change for Bonneville Fuels Corporation's ("Bonneville") proposed Soapberry Draw State Com. "7" Well No. 1.

Said Division Order NSL-4130, dated September 9, 1998, authorized Bonneville to drill its Soapberry "7" State Com. Well No. 1 at an unorthodox gas well location to be applicable to both the Strawn and formations 990 feet from the South line and 2630 feet from the East line (Unit K) of Section 7, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico. Lots 3 and 4, the E/2 SW/4, and the SE/4 (S/2 equivalent) of Section 7 to be dedicated to this well to form a standard 318.88-acre gas spacing and proration unit in both the Undesignated East Catclaw Draw-Strawn and Undesignated Avalon-Morrow Gas Pools.

It is our understanding that a move of approximately 320 feet to the southwest is necessary in order to: (i) move further away from an existing residence; and, (ii) maintain geological integrity in the deeper Morrow interval.

This amended application has been duly filed under the provisions of Division Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division.

By the authority granted me under the provisions of Division Rule 104.F(2), Division Administrative Order NSL-4130 is hereby amended to reflect a location change for the proposed well, to be redesignated the Soapberry Draw State Com. "7" Well No. 1, in the S/2 equivalent of Section 7, that was the subject of Division Administrative Order NSL-4130, to be drilled an unorthodox gas well location that is 720 feet from the South line and 2479 feet from the West line (Unit N) of Section 7. All other provisions of said Order NSL-4130 shall remain in full force and effect until further notice.

Sincerely,

Lori Wrotenbery  
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia  
New Mexico State Land Office - Santa Fe  
File: NSL-4130