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

November 30, 1998

J. C. Williamson P. O. Box 16 Midland, Texas 79701

Administrative Order NSL-4173

Dear Mr. Williamson:

Reference is made to your application submitted to the Santa Fe office of the New Mexico Oil Conservation Division ("Division") on November 9, 1998 for an unorthodox gas well location in the Undesignated Antelope Ridge-Strawn, Undesignated Antelope Ridge-Atoka, and Undesignated Antelope Ridge-Morrow Gas Pools for your existing Triple "A" Federal Well No. 1 (API No. 30-025-24993), located 1580 feet from the North line and 2614 feet from the West line (Unit F) of Section 10, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

This well was originally drilled to a total depth of 13,600 feet in 1975 and completed in the North Antelope Ridge-Wolfcamp Gas Pool at an unorthodox gas well location (approved by Division Order No. R-6738, as amended.

It is our understanding that the Wolfcamp interval has reached its economic limit and that you now intend to abandon this interval and attempt to recomplete up-hole into the gas bearing Strawn, Atoka, and/or Morrow formations. The N/2 of Section 10 is to be dedicated to this well in order to form a standard 320-acre gas spacing and proration unit for all three intervals.

The 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 ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location for the above-described Triple "A" Federal Well No. 1 within the Undesignated Antelope Ridge-Strawn Gas Pool, Undesignated Antelope Ridge-Atoka Gas Pool, and Undesignated Antelope Ridge-Morrow Gas Pool is hereby approved.

It is further ordered that the provisions of Division Order No. R-6738, as amended, are hereby placed in abeyance until further notice.

Sincerely

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad