

Stogner, Michael

From: Stogner, Michael
Sent: Friday, December 05, 2003 3:32 PM
To: Williams, Chris; William J. Savage (E-mail)
Cc: Kautz, Paul
Subject: Case No. 13189

Re: CASE No. 13189: Application of Amtex Energy, Inc. for an exception to Division Rule 104.C (2) (b), Lea County, New Mexico.

Applicant proposes to re-enter the plugged and abandoned Gulf Oil Corporation Lea "ED" State (NCT-A) Well No. 3 (API No. 30-025-26098), located at a standard deep gas well location 1980 feet from the South line and 660 feet from the West line (Unit L) of Section 16, Township 19 South, Range 34 East, NMPM, deepen the wellbore to an approximate depth of 13,525 feet, and recomplete the well as an infill Morrow gas well. The S/2 of Section 16, being a standard 320-acre lay-down deep gas spacing unit in the Quail Ridge-Morrow Gas Pool (83280), is currently dedicated to the applicant's Lea "ED" State (NCT-A) Well No. 2 (API No. 30-025-25896), located at a standard deep gas well location 1980 feet from the South and West lines (Unit K) of Section 16. The applicant at this time seeks an exception to Division Rule 104.C (2) (b) since both wells are located within the same quarter section (SW/4 of Section 16). This unit is located approximately 26 miles west of Hobbs, New Mexico. **IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.**

Dear Messrs. Williams and Savage:

This case was called at yesterday's Examiner's hearing and received no objection. I am in the process of issuing a hearing order but do not anticipate finishing it today. Since I will be out of the office next week an order will not be finished until week after next at the earliest. This e-mail issued the 5th day of December, 2003 shall serve as a temporary order approving Amtex Energy, Inc.'s request in Division Case No. 13189 until such time as a Division Order is issued.

Sincerely yours, Division Examiner Michael E. Stogner.

Bill Savage
432-770-0913