STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING: Case No. 12181 Order No. R-11242-A

APPLICATION OF DAVID H. ARRINGTON OIL AND GAS, INC. FOR AN UNORTHODOX LOCATION AND FOR AN EXCEPTION TO DIVISION RULE 104.D(3) FOR SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

AMENDED ORDER

BY THE DIVISION:

It appears to the Division that Order No. R-11242 dated September 8, 1999 does not correctly state the intended order of the Division.

IT IS THEREFORE ORDERED THAT:

- (1) Ordering Paragraph No. (1) of Division Order No. R-11242 is hereby amended to read in its entirety as follows:
 - "(1) The applicant, David H. Arrington Oil & Gas Inc. is hereby granted, to the extent necessary, an exception to well location setback requirements governing any and all formations and/or pools from the surface to the base of the Mississippian formation for its proposed Mayfly "14" State Com Well No. 1 to be drilled 330 feet from the North and West lines (Unit D) of Section 14, Township 16 South, Range 35 East, NMPM, Lea County, New Mexico. This well is to be dedicated to the following described spacing and proration units: (i) the W/2 of Section 14 forming a standard 320-acre spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing, which presently include the Undesignated North Shoe Bar-Atoka Gas Pool, Undesignated Shoe Bar-Atoka Gas Pool, Townsend-Morrow Gas Pool and Undesignated North Townsend-Mississippian Gas Pool; and (ii) the NW/4 forming a standard 160-acre spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing, which presently include the Undesignated North Shoe Bar-Wolfcamp Pool."
- (2) The corrections set forth in this order shall be effective as of September 13, 1999.

(3) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on this 1st day of October, 1999.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

S E A L