STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

August 24, 1992

BRUCE KING GOVERNOR POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Marshall Pipe & Supply Company 13423 Forestway Drive Dallas, TX 75240

Attn: Mr. J. W. Marshall

RE: Proposed Re-entry Stoltenberg #1 Unit F, Sec.26, T2S, R29E Roosevelt County, NM

Gentlemen:

We have approved your intent to re-enter the above-referenced well and attempt a gas well completion in either the Yates or San Andres formations.

This is to advise that this approval is for re-entry work only. The Yates and San Andres gas well proration units are 160 acres with well location no nearer than 660 feet to the outer boundary of the 160 acre tract. Therefore, before this well can be produced as a gas well from either of these zones you must obtain approval of the unorthodox location.

You should be able to obtain approval of the unorthodox location by the administrative procedure since this is a re-entry of a well previously drill at a standard for the proposed targeted zone.

Should you have any questions, please contact Evelyn Downs or myself at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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