



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

September 8, 1997

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, Texas 79705-4500

SUBJECT: Division Order R-10854

Gentlemen:

According to the provisions of Division Order R-10854, effective September 1, 1997, special rules are assigned to the West Maljamar-Devonian Pool, which include the following:

1. A standard proration unit to be 160 acres, consisting of a governmental quarter section.
2. Only one well to be located on a standard proration unit.
3. Wells to be located no nearer than 330 feet to a governmental quarter/quarter section line.
4. A depth bracket allowable of 900 barrels of oil per day is assigned to a standard proration unit.

To comply with the order, we request that you submit a new Form C-102, dedicating 160 acres for a standard proration unit to your Elvis Well No. 1 located in Unit F of Section 20, Township 17 South, Range 32 East, no later than November 1, 1997.

Please notify your transporters of this change in allowable.

Very truly yours

OIL CONSERVATION DIVISION

Chris Williams
Supervisor, District I

CW:bp

File