



Mid-Continent Region  
Exploration/Production

Conoco Inc.  
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(915) 686-5400

July 19, 2000

Mr. Michael Stogner  
New Mexico Oil Conservation  
2040 Pacheco  
Santa Fe, NM 87504

RE: Application to Amend NSL Order # 4411  
To Wildcat Seven Rivers

State B-19 #2  
Section 19, T-18-S, R-37-E, H  
API # 30-025-34936  
Lea County, NM

Dear Mr. Stogner,

Conoco applied for a Non-Standard location for this well to test the Abo in February, 2000. You approved this request with Order # 4411 as a non-standard Undesignated Goodwin- Abo well. This well was spudded March 21, reached a TD of 7950' on April 6. The Abo was perforated, fraced, and tested non-productive. The drilling unit was moved off and the well was temporarily abandoned pending data evaluation. Based on log calculations and a show of oil on the pits when drilling through this formation, Conoco's geoscientists believe that this well is a Northern extension connecting the East Eumont pool with the NW Eumont pool. The closest Eumont production is the Southwest Royalty, McMillian #2 located in Section 29, T-18-S, R-37-E, Unit letter K. This production is more than 1 mile from the State B-19 #2. Conoco believes that this well will be completed as an oil well thereby requiring a standard proration unit of 40 acres just like the Goodwin - Abo. The N/2, N/2 SW/2 and SE/4 of Section 19 is a single state lease issued by the NMSLO (Lease # BH-1535) in which Conoco, Inc is the leasehold operators; therefore, there are no effected offsets to the subject 40 acre tract other than Conoco, Inc. In order to prevent economic waste, Conoco, Inc. request that NSL Order #4411 be amended to the Wildcat Seven Rivers.

A workover unit has become available to us that could move on this well Friday, July 21. As I am sure you are aware due to increased activity in New Mexico, scheduling projects is very tenuous. In light of this activity, I am sure you are covered up. However, I am respectfully requesting that you please review this NSL amendment today and respond with your evaluation of the feasibility of doing this work immediately. Thank you very much.

Sincerely,

Kay Maddox  
Regulatory Agent - Conoco, Inc