



Midland Division
Exploration Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

November 30, 1995

Mr. William J. LeMay
State of New Mexico
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

Re: Application to

- (1) Approve an Unorthodox Gas Well Location for Conoco's Proposed State J-2 Well No. 17, located at 1340' FSL & 990' FEL, Sec. 2, T-22S, R-36E, Lea County, for Relief from Topographical and other Surface Obstructions, and**
- (2) Simultaneously Dedicate Wells No. 7, 12, 14, 15, 16, & 17 to the existing 480 NSPU established by Division Order R-5759**

Dear Mr. LeMay:

EXHIBIT A shows (a) the 480-acre NSPU, previously established for dedication to Eumont gas production from Conoco's State J-2 Wells No. 7, 12, 14, 15, and 16, (b) the proposed Well No. 17, and (c) the offset operators to this NSPU.

EXHIBIT B is the C-102 survey plat for the proposed No. 17 located at 1340' FSL & 990' FEL. This location is standard to both the South and East boundaries of the proration unit and does not encroach upon any offset operator. However, due to topographical and other surface obstructions, it was necessary to stake this well at a location that is non-standard with respect to the inner quarter-quarter line. It is located just 10 feet North of the Unit P quarter-quarter section.

EXHIBIT C is a topographic plat showing (a) the Southern most standard location and (b) the proposed non-standard location. The Southern most standard location was located near the bottom of a wash and would have required too much cut and fill. The proposed non-standard location moved out of the wash, avoiding this problem.