BRUCE KING

GOVERNOR

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

11-16-92

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

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501		
RE: Proposed: MC DHC NSL NSP SWD WFX PMX	NS	L-3.206
Gentlemen:		
I have examined the application for <u>Enrow</u> <u>Oil J HarCo</u> . <u>D</u> Operator Lease & and my recommendations are as follow <u>OK</u>	umond SM-36 #2-N Well No. Unit S-T-R	36-24-33
Yours very truly Jerry Sexton Supervisor, District 1		

/ed



P.O. Box 2267 Midland, Texas 79702 (915) 686-3600

November 13, 1992

New Mexico Oil Conservation Division P. O. Box 2088 Stant Fe, New Mexico 87501

Attn: Mike Stogner

In Re: Diamond SM-36 State, Well No. 2 Application for Unorthodox Well Section 36, T24S, R33E Lea County, New Mexico

Dear Mr. Stogner:

Please find enclosed three copies of an Application for Permit To Drill the above-named well as an unorthodox location filed with the NMOCD in Hobbs.

Also enclosed for your consideration are three copies each of a Cross-Section, Isopach Map and Mud Log.

The below listed offset operators were notified of this application via certified mail on November 12, 1992.

Southland Royalty Company 21 Desta Drive Midland, Texas 79705 Attn: Dennis Sledge P 322 183 167 Yates Petroleum Corp. 105 South 4th Street Artesia, NM 88210 Attn: Randy Patterson P 322 183 168

Hallwood Petroleum, Inc. 4582 South Ulster Street Parkway Stanford Place III, Suite 1700 P. O. Box 378111 Denver, Colorado 80237 P 322 183 169

If you need any additional information, please let me know.

Very truly yours,

Betty Gildon Regulatory Analyst

Part of the Enron Group of Energy Companies