



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE. NEW MEXICO 87505 (505) 827-7131

January 3, 1996

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

Attention: Jerry Hoover

Administrative Order NSL-3611(SD)

Dear 1.1r. Hoover:

Reference is made to your application dated November 30. 1995 for an unorthodox Jalmat gas well location in an existing standard 640-acre gas spacing and proration unit ("GPU") for said Jalmat Gas Pool comprising all of Section 26, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Division Order No. R-4905, dated November 4, 1974, authorized the following four wells to be simultaneously dedicated to the subject GPU:

- the Lynn "B-1" Well No. 1 (API No. 30-025-09425) located at a standard gas well location 2310 feet from the South and East lines (Unit J) of said Section 26;
- the Lynn "B-1" Well No. 3 (API No. 30-025-09427) located at an unorthodox gas well location 990 feet from the North line and 1650 feet from the West line (Unit C) of said Section 26;
- the Lynn "B-1" Well No. 4 (API No. 30-025-09428) located at an unorthodox gas well location 990 feet from the South and West lines (Unit M) of said Section 26; and,
- the Lynn "B-1" Well No. 16 (API No. 30-025-24852) located at an unorthodox gas well location 660 feet from the North and East lines (Unit A) of said Section 26.

It is our understanding that the subject well in this application, the proposed Lynn "B-1" Well No. 17, is to be a replacement well for the Lynn "B-1" Well No. 16 in Unit "A" of said Section 26, which has developed mechanical problems and can no longer drain the northeastern portion of the