



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 10, 1997

ARCO Permian
Attention: Elizabeth A. Casbeer
P. O. Box 1610
Midland, Texas 79702-1610

RE: Administrative Amendment to Division Order No. R-9747

Dear Ms. Casbeer:

Reference is made to your letter dated October 6, 1997 requesting administrative approval for the relocation of ARCO's proposed South Justis Unit Tract "D" Well No. 230 (API No. 30-025-31779) in Section 26, Township 25 South, Range 37 East, NMPM, Justis-Blinbry-Tubb-Drinkard Pool, South Justis Unit Area, Lea County, New Mexico.

By Order No. R-9747, issued in Case No. 10554 and dated October 23, 1992, the Division authorized ARCO Oil and Gas Company, now ARCO Permian, to institute its South Justis Unit Waterflood Project in portions of Townships 25 and 26 South, Range 37 East, NMPM, Lea County, New Mexico, by permitting the injection of water into 98 existing or newly drilled wells, including the South Justis Unit Tract "D" Well No. 230 to be drilled 1150 feet from the North line and 950 feet from the East line (Unit A) of said Section 26.

At this time ARCO Permian is seeking to change the proposed location of said South Justis Unit Tract "D" Well No. 230 as to avoid an archeological site.

The unorthodox location of this well is now governed under Rule 104.F(1) of the Divisions General Rules and Regulations and can be administered by the Supervisor of the Division's Hobbs District Office. However, exhibit "A" of said Division Order No. R-9747 shall be amended at this time to reflect this location change in said Section 26:

*South Justis Unit Tract "D" Well No. 230
990 feet from the North and East lines (Unit A).*

All other provisions of said Order No. R-9747 shall remain in full force and effect until further notice.

Sincerely,

William J. LeMay
Director

for WJL

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
U.S. Bureau of Land Management - Carlsbad
Michael E. Stogner, New Mexico Oil Conservation Division - Santa Fe
File: Case No. 10554