STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

February 23, 1989

BHP Petroleum Company, Inc. c/o Kellahin, Kellahin & Aubrey P.O. Box 2265 Santa Fe, NM 87504-2265

Attention: W. Thomas Kellahin

Administrative Order NSL-2636

Dear Mr. Kellahin:

Reference is made to your application of January 30, 1989 for a non-standard gas well location for your Conoco 8 Federal Well No. 1 to be located 330 feet from the North line and 990 feet from the East line (Unit A) of Section 8, Township 11 South, Range 27 East, NMPM, to test the Ordovician formation, Chaves County, New Mexico. The N/2 of said Section 8 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104 F(I), the above-described unorthodox gas well location is hereby approved.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division[]] - Artesia New Mexico Oil & Gas Engineering Committee - Hobbs US Bureau of Land Management - Roswell