

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

April 7, 1989

Texmex Seven Ltd. Oil and Gas Exploration
150 Washington Avenue
Suite 202
Santa Fe, New Mexico 87501

Attention: E. Richard Neff

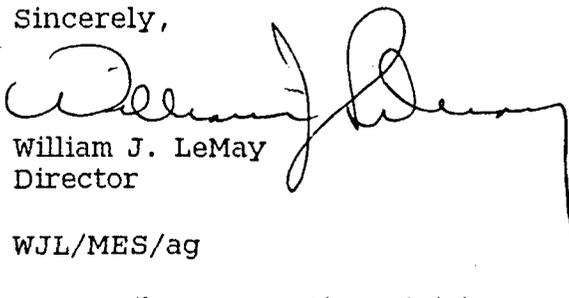
Administrative Order NSL-2647

Dear Mr. Neff:

Reference is made to your application of April 7, 1989 for a non-standard gas well location for your Pretty Bird Unit Well No. 1 to be located 660 feet from the North line and 330 feet from the East line (Unit A) of Section 7, Township 19 South, Range 18 East, NMPM, to test the Lower Pennsylvanian formation, Chaves County, New Mexico. Lots 1 and 2, the NE/4, and the E/2 NW/4 of said Section 7 shall be dedicated to the well forming a 314.06-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
NM Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington