



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

June 2, 1989

Siete Oil and Gas Corporation
P.O. Box 2523
Roswell, NM 88202

Attention: Cathy Batley

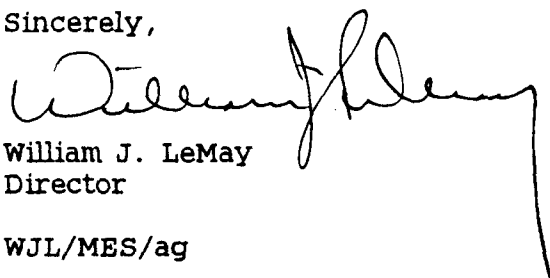
Administrative Order NSL-2659

Dear Ms. Batley:

Reference is made to your application of May 15, 1989 for a non-standard oil well location for your Victorio State Well No. 1 located 1650 feet from the South line and 660 feet from the West line (Unit L) of Section 31, Township 16 South, Range 38 East, NMPM, Undesignated Shipp Strawn Pool, Lea County, New Mexico. Lot 3 and the NE/4 SW/4 of said Section 31 shall be dedicated to the well forming an oil spacing and proration unit for said pool consisting of 76.22 acres.

By the authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the Shipp Strawn Pool, as promulgated by Division Order No. R-8062-A, as amended, the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NM Oil and Gas Engineering Committee - Hobbs
NM State Land Office - Santa Fe