



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

October 23, 1989

New Mexico Institute of Mining and Technology/
McClellan Oil Corp.
c/o Petroleum Recovery Research Center
Socorro, NM 87801

Attention: E. David Martin,
Director

Administrative Order NSL-2703

Dear Mr. Martin:

Reference is made to your application of October 10, 1989 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an existing secondary recovery project for your Sulimar Queen Unit Tract 1 Well No. 16 to be located 585 feet from the North line and 2570 feet from the West line (Unit B) of Section 24, Township 15 South, Range 29 East, NMPM, Sulimar Queen Pool, Sulimar Queen Unit Area, Chaves County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the NE/4 NW/4 of said Section 24.

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

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', written over a horizontal line.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
NM Oil and Gas Engineering Committee - Hobbs
US Bureau of Land Management - Roswell
McClellan Oil Corp.