



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

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

January 16, 1991

Pyramid Energy, Inc.
Pacific Plaza
14100 San Pedro, Suite 700
San Antonio, TX 78232

Attention: Scott Greaf, Production Engineer

Administrative Order NSL-2977

Dear Mr. Greaf:

Reference is made to your application dated January 2, 1991 for two unorthodox oil well locations for the purpose of completing an efficient injection/production pattern within your West Pearl-Queen Unit Waterflood Project, established by Division Order No. R-2729, as amended. The following described wells are to be located in Township 19 South, Range 35 East, NMPM, Pearl-Queen Pool, Lea County, New Mexico.

<i>WELL NUMBER</i>	<i>FOOTAGE LOCATION</i>	<i>UNIT</i>	<i>SECTION</i>	<i>DEDICATED 40-ACRE TRACT</i>
182	2563' FSL - 90' FEL	I	29	NE/4 SE/4
202	1330' FNL - 1310' FEL	B	32	NW/4 NE/4

Administrative Order NSL-2977

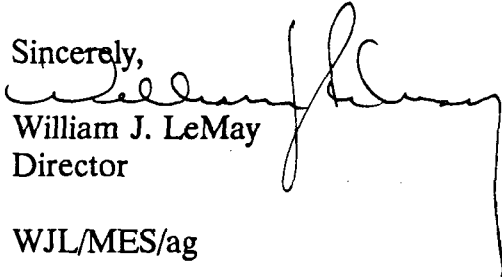
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By the authority granted me under the provisions of General Rule 104 F(I) and Division Order No. R-2729, as amended, the above-described unorthodox oil well locations are hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the typed name and title.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe