

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

September 30, 1988

McKay Oil Corporation
P.O. Box 2014
Roswell, NM 88202

Attention: James L. Schultz
Contracts & Land

Administrative Order NSL-2587

Dear Mr. Schultz:

Reference is made to your application of September 16, 1988 for a non-standard gas well location for your L.L. & E. Well No. 3 to be located 660 feet from the North line and 1485 feet from the West line (Unit C) of Section 12, Township 6 South, Range 22 East, NMPM, West Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The NW/4 of said Section 12 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

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

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

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