STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

September 14, 1983

Phillips Petroleum Company 4001 Penbrook Odessa, Texas 79762

Attention: T. Harold McLemore

Administrative Order NSL-1734

Gentlemen:

Reference is made to your application for a non-standard location for your M. E. Hale Well No. 3 to be located 660 feet from the South and East lines of Section 35, Township 17 South, Range 34 East, Vacuum Grayburg/San Andres Pool, Lea County, New Mexico.

By authority granted me under the provisions of Rule 104 F of the Division Rules and Regulations, the above-described unorthodox location is hereby approved.

JOE D. RAMEY,

Director

JDR/RLS/dp

cc: Oil Conselvation Division - Hobbs

Oil & Gas Engineering Committee - Hobbs

Oil & Gas Division - State Land Office - Santa Fe