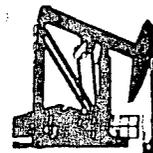




TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

50 YEARS



1935 - 1985

April 1, 1986

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

Conoco Inc.
P. O. Box 460
Hobbs, New Mexico 88240

Attention: Donald W. Johnson

Administrative Order NSL-2239

Gentlemen:

Reference is made to your application for a non-standard location for your SEMU No. 123 well to be located 230 feet from the North line and 1650 feet from the East line of Section 19, Township 20 South, Range 38 East, NMPM, Skaggs Drinkard and Warren Tubb Pools, Lea County, New Mexico. The NW/4 NE/4 of said Section 19 shall be dedicated to the Skaggs Drinkard Pool and the NW/4 NE/4 of said Section 19 shall be dedicated to the Warren Tubb Pool.

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

Sincerely,

R. L. STAMETS, DIRECTOR

RLS/DC/dr

cc: Oil Conservation Division - Hobbs