

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

February 23, 1987

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

Zia Energy, Inc.
P. O. Box 2219
Hobbs, New Mexico 88240

Attention: Farris Nelson

Administrative Order NSL-2323

Gentlemen:

Reference is made to your application for a non-standard location for your L. D. Jones No. 1 well to be located 2310 feet from the North line and 330 feet from the East line of Section 1, Township 20 South, Range 38 East, NMPM, Undesignated House Yates Seven Rivers Gas Pool, Lea County, New Mexico. The NE/4 of said Section 1 shall be dedicated to the well.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. Lemay".

WILLIAM J. LEMAY, DIRECTOR

WJL/DC/dr

cc: Oil Conservation Division - Hobbs