



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 14, 1988

Inexco, Inc.
c/o Louisiana Land and Exploration Company
Suite 1200
2950 North Loop West
Houston, TX 77092-8862

Attention: G. A. Craighead

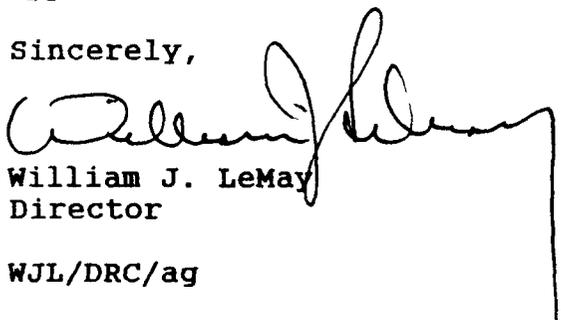
Administrative Order NSL-2574

Dear Mr. Craighead:

Reference is made to your application of August 19, 1988 for a non-standard well location for your Berry Hobbs Well No. 1 to be located 700 feet from the North line and 980 feet from the East line (Unit A) of Section 17, Township 16 South, Range 36 East, NMPM, North Shoe Bar-Wolfcamp Pool, Lea County, New Mexico. The NE/4 of said Section 17 shall be dedicated to the well.

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

Sincerely,


William J. LeMay
Director

WJL/DRC/ag

cc: Oil Conservation Division - Hobbs
New Mexico Oil & Gas Engineering Committee - Hobbs