



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

January 24, 1989

Sun Exploration and Production Company
P.O. Box 2880
Dallas, TX 75221-2880

Attention: Dee Ann Kemp, Accountant

Administrative Order NSL-2618

Dear Ms. Kemp:

Reference is made to your application of December 27, 1988 for a non-standard oil well location for your Mid-American State Well No. 3 located 1980 feet from the North line and 1650 feet from the East line (Unit G) of Section 2, Township 19 South, Range 34 East, NMPM, Undesignated Scharb-Bone Spring Pool, Lea County, New Mexico. Lot 2 and the SW/4 NE/4 of said Section 2 shall be dedicated to the well forming an oil spacing and proration unit comprising 83.92 acres.

By the authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the Scharb-Bone Spring Pool as promulgated by Division Order No. R-2589, as amended, the above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in cursive script that reads "William J. LeMay".

for William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
New Mexico Oil & Gas Engineering Committee - Hobbs
NM State Land Office - Santa Fe
Vic Lyon