



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

February 24, 1989

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Eddie M. Mahfood
Senior Engineer

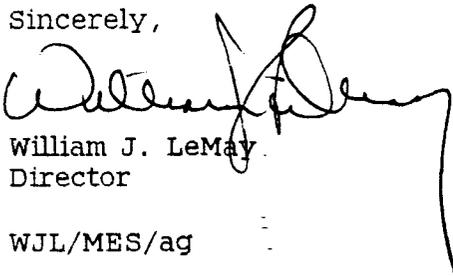
Administrative Order NSL-2637

Dear Mr. Mahfood:

Reference is made to your application of February 16, 1989 to re-enter the plugged and abandoned Carper Drilling Company, Inc. Marathon State Well No. 1 located at an unorthodox gas well location 660 feet from the North and East lines (Unit A) of Section 33, Township 17 South, Range 24 East, NMPM, Undesignated Collins Ranch Wolfcamp Gas Pool, Eddy County, New Mexico. The N/2 of said Section 33 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

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

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
New Mexico Oil & Gas Engineering Committee - Hobbs
NM State Land Office - Santa Fe
Case File: 9628