STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 5, 1989

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

OXY USA, Inc. Box 50250 Midland, TX 79710

Attention: David Stewart

Administrative Order NSL-2697

Dear Mr. Stewart:

Reference is made to your application of August 14, 1989 for a non-standard gas well location for your State EC Well No. 1 to be located 990 feet from the South line and 1880 feet from the West line (Unit N) of Section 36, Township 23 South, Range 23 East, NMPM, Undesignated East Hess-Morrow Gas Pool, Eddy County, New Mexico. Lots 1, 2, 3 and 4 and the N/2 S/2 of said Section 36 shall be dedicated to the well forming a 318.47-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

NM Oil and Gas Engineering Committee - Hobbs

NM State Land Office - Santa Fe