



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

March 28, 1990

Sirgo Operating Inc.
P.O. Box 3531
Midland, TX 79702

Attention: Bonnie Atwater,
Production Technician

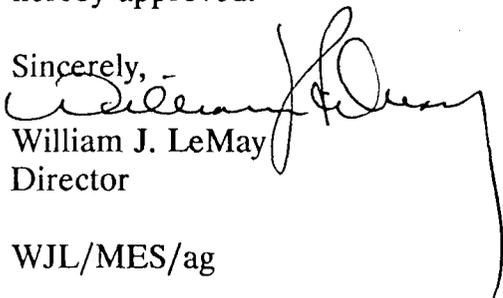
Administrative Order NSL-2774

Dear Ms. Atwater:

Reference is made to your application dated March 19, 1990, for a non-standard infill oil well location to permit the completion of an efficient production/injection pattern within an existing secondary recovery project for your West Pearl Queen Unit Well No. 194 to be located 10 feet from the South line and East lines (Unit P) of Section 29, Township 19 South, Range 35 East, NMPM, Pearl Queen Pool, West Pearl Queen Unit Waterflood Project Area, Lea County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 of said Section 29 which is presently dedicated to the West Pearl Queen Unit Well No. 127 located 660 feet from the South and East lines of said Section 29.

By the authority granted me under the provisions of General Rule 104 F(I) and Division Order No. R-2729, as amended, the above-described unorthodox infill oil well location is hereby approved.

Sincerely, -


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe