



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

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

March 13, 1991

Hallwood Energy Companies
P.O. Box 378111
Denver, Co 80237

Attention: Steve Bausch

Administrative Order NSL-2996

Dear Mr Bausch:

Reference is made to your application dated February 25, 1991 for a non-standard oil well location for your Harroun Well No. 1 to be located 787 feet from the South line and 2530 feet from the East line (Unit 0) of Section 7, Township 24 South, Range 29 East, NMPM, Malaga Delaware Pool, Eddy County, New Mexico. The SW/4 SE/4 of said Section 7 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit for said pool.

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

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ck

cc: Oil Conservation Division - Artesia