



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

November 13, 1995

**Louis Dreyfus Natural Gas Corporation
14,000 Quail Springs Parkway
Suite 600
Oklahoma City, Oklahoma 73134-2600**

Attention: Carol Myers

Administrative Order NSL-3594

Dear Ms. Myers:

Reference is made to your application dated October 18, 1995 for a non-standard oil well location for your its proposed E. V. State Well No. 3 to be drilled 1180 feet from the North line and 330 feet from the East line (Unit A) of Section 32, Township 22 South, Range 26 East, NMPM, Undesignated Happy Valley-Delaware Pool, Eddy County, New Mexico. The NE/4 NE/4 of said Section 32 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit.

By the authority granted me under the provisions of Division General Rule 104.F(1), 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/kv

cc: Oil Conservation Division - Artesia
New Mexico State Land Office - Santa Fe