



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

September 14, 1987

Samedan Oil Corporation
10 Desta Drive-Suite 240 East
Midland, TX 79705

Attention: William G. Murray
Division Production Superintendent

ADMINISTRATIVE ORDER NSP-1514(L)

Dear Mr. Murray:

Reference is made to your application dated September 4, 1987 for a non-standard gas well location in the proposed 304.01-acre non-standard gas spacing and proration unit consisting of the following acreage in the Undesignated Hume Atcka Gas Pool:

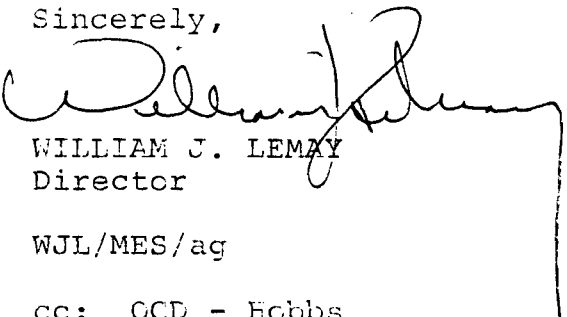
LEA COUNTY, NEW MEXICO
TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM

Section 7: Lots: 3 & 4, E/2 SW/4, and the SE/4

It is my understanding that this unit is to be dedicated to your State "7" Well No. 1 to be drilled at a non-standard gas well location 1980 feet from the South line and 990 feet from the East line (Unit I) of said Section 7, hereby approved under the provision of Division General Rule 104.F.

By authority granted me under the provisions of Division General Rule 104.D.II, the above non-standard gas proration unit is hereby approved.

Sincerely,


WILLIAM J. LEMAY
Director

WJL/MES/ag

cc: CCD - Hobbs
New Mexico Oil and Gas Engineering Committee - Hobbs
State Land Office - Santa Fe