OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

April 9, 1974

Yates Petroleum Corporation 207 South 4th Street Artesia, New Mexico 88210

Attention: Mr. Eddie M. Mahfood

Administrative Order NSL-656

Gentlemen:

Reference is made to your application for approval of a well at an unorthodox location on the Yates Federal lease to be located 2310 feet from the North line and 150 feet from the East line of Section 26, Township 18 South, Range 25 East, NMPM, Penasco Draw (SA-Yeso) Field, Eddy County, New Mexico.

There being no offsetting operators, the waiting period prescribed by Rule 104 F may be dispensed with in this instance.

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

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/dr

cc: Oil Conservation Commission - Artesia,

Oil & Gas Engineering Committee - Hobbs

U. S. Geological Survey - Artesia