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

July 18, 1977

McClellan Oil Corporation P. O. Box 848 Roswell, New Mexico 88201

Attention: Mr. Jack McClellan

Administrative Order NSL-872

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Sulimar Queen Unit Tract I Well No. 13, which would be drilled at a point 990 feet from the South line and 150 feet from the West line of Section 24, Township 15 South, Range 29 East, Sulimar-Queen Pool, Chaves County, New Mexico.

Although technically this matter should go to hearing prior to approval, it is felt that inasmuch as the proposed location is well within the unit boundary, and there is no offset production outside of the unit area, administrative approval can be given.

You are, therefore, hereby authorized to drill the subject well at the above-described location.

Very truly yours,

JOE D. RAMEY, Secretary-Director

JDR/DSN/dr

cc: Oil Conservation Commission - Artesia Oil & Gas Engineering Committee - Hobbs U. S. Geological Survey - Artesia