STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



January 8, 1987

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Phillips Petroleum Company 4001 Penbrook Odessa, Texas 79762

Attention: Larry M. Sanders

Administrative Order NSL-2305

Gentlemen:

Reference is made to your application for a non-standard location for your Keely-C Federal Well No. 59 to be located 1331 feet from the South line and 1331 feet from the East line of Section 25, Township 17 South, Range 29 East, NMPM, Grayburg Jackson Seven Rivers Queen Grayburg San Andres Pool, Eddy County, New Mexico. The NW/4 SE/4 of said Section 25 shall be dedicated to the well.

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

Sincerely,

CHARLES E. ROYBAL, ACTING DIRECTOR

CER/DC/dr

cc: Oil Conservation Division - Artesia