STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS

January 16, 1987

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

McKay Oil Corporation P. O. Box 2014 Roswell, New Mexico 88202

Attention: Terry W. Franklin

Administrative Order NSL-2309

Gentlemen:

Reference is made to your application for a non-standard location for your Hosmer Federal No. 2 well located 2030 feet from the North line and 2180 feet from the West line of Section 13, Township 6 South, Range 22 East, NMPM, West Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The NW/4 of said Section 13 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, WILLIAM J. LeMAY DIRECTOR

WJL/DC/dr

cc: Oil Conservation Division - Artesia