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

August 24, 1987

Maxus Exploration Company P.O. Box 10397 Midland, TX 79702

Attention: Randy Simmons

Administrative Order NSL-2381

Gentlemen:

Reference is made to your application for a non-standard location for your Federal Well No. 3 to be located 990 feet from the South line and 1980 feet from the West line of Section 34, Township 22 South, Range 34 East, NMPM, Wolfcamp, Strawn, Morrow and Undesignated Antelope Ridge Atoka Pool, Lea County, New Mexico. The W/2 of said Section 34 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

REMARKS: This administrative order supercedes Order No.

R-8465, which authorized an unorthodox location for the subject well of 660 feet from the South line and 1650 feet from the West line of said

Section 34.

WJL/DRC/ag

cc: Oil Conservation Division - Hobbs