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

October 7, 1987

Conoco, Inc. P.O. Box 460 Hobbs, NM 88240

Attention: R.E. Irelan

Administrative Order NSL-2409

Gentlemen:

Reference is made to your application for a non-standard location for your MCA Unit No. 378 to be located 2543 feet from the South line and 2625 feet from the East line of Section 22, Township 17 South, Range 32 East, NMPM, Maljamar Grayburg/San Andres Pool, Lea County, New Mexico. The NW/4 SE/4 of said Section 22 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/DRC/ag

cc: Oil Conservation Division - Hobbs