

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR



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STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

April 30, 1992

Bettis, Boyle & Stovall
P.O. Box 1240
Graham, Texas 76450

Attn: Steve Gray
Petroleum Engineer

AMENDED
Administrative Order NSL-2458

Dear Mr. Gray:

Reference is made to your application dated October 28, 1991 for a non-standard Delaware oil well location for your Pickett Draw Federal Well No. 2 which was originally drilled in February 1988 and subsequently completed in the Rustler Bluff - Morrow Gas Pool at a previously approved non-standard gas well location (Division Administrative Order NSL-2458, dated January 6, 1988) 1235 feet from the South line and 1515 feet from the West line (Unit N) of Section 10, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico.

It is my understanding that the Morrow producing interval was recently plugged off and said well was recompleted in the West Corral Canyon Delaware Pool. Under Division General Rule 104.C(1) said plug-back location is unorthodox.

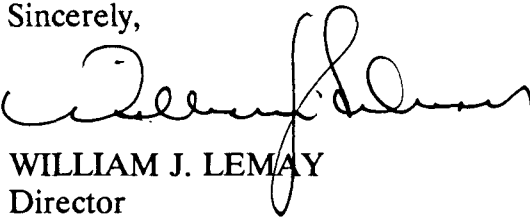
By the authority granted me under the provisions of Rule 104.F(1) of the Division's General Rules and Regulations, the above-described unorthodox oil well location is hereby approved.

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Further, the SE/4 SW/4 of said Section 10 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit for said pool.

Said original Division Order NSL-2458 shall be placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. Lemay', with a long horizontal stroke extending to the right.

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia
U.S. BLM - Carlsbad