STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

April 20, 1988

McKay Oil Corporation P.O. Box 2014 Roswell, NM 88202

Attention: Terry W. Franklin

Administrative Order NSL-2501

Gentlemen:

Reference is made to your application for a non-standard location for your M & M Federal Well No. 5 to be located 995 feet from the North line and 587 feet from the East line of Section 19, Township 6 South, Range 23 East, NMPM, West Pecos Abo Slope Abo Gas Pool, Chaves County, New Mexico. The NE/4 of said Section 19 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 - Artesia