



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

May 2, 1988

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Rusty Jernigan

Administrative Order NSL-2510

Gentlemen:

Reference is made to your application for a non-standard location for your Hargrove AFH Well No. 1 to be located 1980 feet from the North line and 625 feet from the East line (Unit H) of Section 8, Township 10 South, Range 25 East, NMPM, South Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The NE/4 of said Section 8 shall be dedicated to the well.

By authority granted me under the provisions of Rul 104 F(1), the above-described unorthodox location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is written over the printed name and title.

WILLIAM J. LeMay,
Director

WJL/DRC/ag

cc: Oil Conservation Division - Artesia