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

May 18, 1988

John H. Hendrix Corporation 223 W. Wall, Suite 525 Midland, TX 79701

Attention: Ronnie H. Westbrook

Administrative Order NSL-2512(SD)

Gentlemen:

Reference is made to your application for a non-standard location for your Mexico Well No. 1 to be located 330 feet from the North line and 330 feet from the East line (Unit A) of Section 18, Township 20 South, Range 37 East, NMPM, Eumont Yates Seven Rivers Queen Gas Pool, Lea County, New Mexico. The NE/4 of said Section 18 shall be simultaneously dedicated to the proposed well and to the existing Mexico No. 3 located 1980 feet from the North line and 660 feet from the East line (Unit H) of said Section 18. The 160-acre non-standard proration unit was approved by Division Administrative Order NSP-83 dated January 10, 1955.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location and simultaneous dedication are hereby approved. \land

Sincerely,

WILLIAM J. LeMAY, Director

WJL/DRC/ag

cc: Oil Conservation Division - Hobbs