

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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May 18, 1988

Ensource, Inc. c/o Energy Administrative Services Company P.O. Box 458 Roswell, NM 88201

Attention: George R. Smith

Administrative Order NSL-2516

Dear Mr. Smith:

Reference is made to your application for a non-standard location for your Sand Creek "B" Federal Well No. 1 to be located 1980 feet from the South line and 1630 feet from the East line (Unit J) of Section 12, Township 7 South, Range 26 East, NMPM, Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The SE/4 of said Section 12 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