

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

June 21, 1988

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 2534

Attention: Kathy H. Colbert

Administrative Order NSL-2534

Dear Ms. Colbert:

Reference is made to your application for a non-standard location for your Desert Rose Unit Well No. 1 to be located 1780 feet from the North line and 660 feet from the East line (Unit H) of Section 11, Township 9 South, Range 26 East, NMPM, Foor Ranch Pre-Permian Gas Pool, Chaves County, New Mexico. The E/2 of said Section 11 shall be dedicated to the well.

By the 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