

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

March 23, 1989

Mobil Producing Texas & New Mexico, Inc. P.O. Box 633 Midland, TX 79702

Attention: M.E. Sweeney

Administrative Order NSL-2640

Dear Mr. Sweeney:

Reference is made to your application of February 20, 1989 to recomplete your Lovington Deep State Well No. 1 located at an unorthodox oil well location 823 feet from the North line and 581 feet from the East line (Unit A) of Section 1, Township 17 South, Range 35 East, NMPM, to test the South Shoe Bar Upper Pennsylvanian Pool, Lea County, New Mexico. The N/2 NE/4 of said Section 1 shall be dedicated to the well forming a standard 80-acre oil spacing and proration unit.

By the authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the South Shoe Bar Upper Pennsylvanian Pool as promulgated by Division Order No. R-8518, the above-described unorthodox oil well location is hereby approved.

Sincerely,

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for William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs New Mexico Oil & Gas Engineering Committee - Hobbs