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

April 7, 1989

Marbob Energy Corporation P.O. Drawer 217 Artesia, NM 88210

Attention: David Martin

Administrative Order NSL-2646

Dear Mr. Martin:

Reference is made to your application of April 3, 1989 for a non-standard oil well location for your Grayburg Jackson West Cooperative Unit Well No. 89 to be located 1345 feet from the North line and 25 feet from the West line (Unit E) of Section 22, Township 17 South, Range 29 East, NMPM, Grayburg Jackson (SR-Q-Gb/SA) Pool, Grayburg Jackson West Cooperative Unit, Grayburg Jackson West Waterflood Project, Eddy County, New Mexico. The SW/4 NW/4 of said Section 22 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

By the authority granted me under the provisions of General Rule 104 F(I), and Division Order No. R-7808, the above-described unorthodox oil well location is hereby approved.

Sincerely William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia NM Oil & Gas Engineering Committee - Hobbs NM State Land Office - Santa Fe