STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

November 7, 1989

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Clifton R. May

Administrative Order NSL-2708

Dear Mr. May:

Reference is made to your application of August 3, 1989 for a non-standard gas well location for your Mildred "XD" Federal Well No. 2 to be located 460 feet from the North line and 1880 feet from the West line (Unit C) of Section 33, Township 7 South, Range 23 East, NMPM, Undesignated West Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The NW/4 of said Section 33 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104 F(I), the abovedescribed unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia NM Oil and Gas Engineering Committee - Hobbs US Bureau of Land Management - Roswell