



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

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

February 25, 1991

Pacific Enterprises Oil Company (USA)
P.O. Box 3083
Midland, TX 79702-3083

Attention: Craig Clark

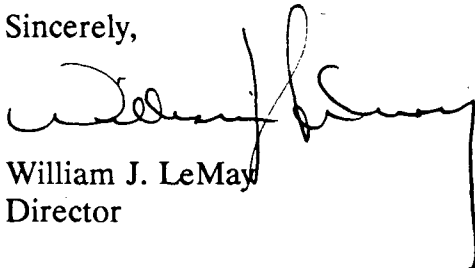
Administrative Order NSL-2990

Dear Mr. Clark:

Reference is made to your application dated February 1, 1991 for a non-standard gas well location for your Boeing Federal Com 2 Well No. 1 to be drilled 1980 feet from the North line and 814 feet from the West line (Unit E) of Section 2, Township 23 South, Range 26 East, NMPM, to test the Undesignated South Carlsbad-Strawn Gas Pool, South Carlsbad-Atoka Gas Pool and the South Carlsbad-Morrow Gas Pool, Eddy County, New Mexico. Lots 1, 2, 3 and 4 and the S/2 N/2 (N/2 equivalent) of said Section 2 shall be dedicated to the well forming a 322.16-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104F.I. and Rule 2(c) of the Special Rules and Regulations for the South Carlsbad-Morrow Gas Pool, as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
NM State Land Office - Santa Fe
US Bureau of Land Management - Carlsbad