

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

June 22, 1992

Plains Petroleum Operating Company
415 West Wall Street - Suite 1000
Midland, Texas 79701

Attention: Bonnie Husband

Administrative Order NSL-3120

Dear Ms. Husband:

Reference is made to your application dated June 17, 1992 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an existing secondary recovery project for a well to be drilled 920 feet from the South line and 1095 feet from the West line (Unit M) of Section 21, Township 18 South, Range 28 East, NMPM, Artesia Queen Grayburg San Andres Pool, Grayburg - Ibex Waterflood Project Area, Eddy County, New Mexico. Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SW/4 SW/4 of said Section 21.

By authority granted me under the provisions of General Rule 104F.(1), and Division Order No. R-966, as amended, the above described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe