ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

DRUG FRFF

BRUCE KING GOVERNOR

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

September 1, 1993

Read & Stevens, Inc. P.O. Box 1518 Roswell, NM 88202

Attention: John C. Maxey, Jr.

Administrative Order NSL-3305

Dear Mr. Maxey:

Reference is made to your application dated July 30, 1993 for a non-standard gas well location for a well to be drilled 1980 feet from the North line and 990 feet from the West line (Unit E) of Section 1, Township 18 South, Range 30 East, NMPM, Undesignated Cedar Lake-Morrow Gas Pool, Eddy County, New Mexico. Lots 1 through 4 and the S/2 N/2 (N/2 equivalent) of said Section 1 shall be dedicated to the well forming a standard 320.64-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104.F(2) the abovedescribed unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/amg

cc: Oil Conservation Division - Artesia US Bureau of Land Management - Carlsbad