STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

November 1, 1993

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

Marbob Energy Company P.O. Drawer 217 Artesia, NM 88211-0217

Attention: Raye Miller

Administrative Order NSL-3325

Dear Mr. Miller:

Reference is made to your application dated October 25, 1993 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the Phillips Burch-Keely Cooperative Waterflood Project Area, established by Division Order No. R-7900, dated April 25, 1985.

It is our understanding that the proposed Burch-Keely Unit Well No. 223 is to be drilled 2000 feet from the North line and 1365 feet from the East line (Unit G) of Section 23, Township 17 South, Range 29 East, NMPM, Grayburg Jackson Pool, Eddy County, New Mexico.

The SW/4 NE/4 of said Section 23 shall be dedicated to said 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), the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMa

Director

WJL/MES/ag

cc: Oil Conservation Division Artesia

US Bureau of Land Management - Carlsbad