STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

February 25, 1994

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

Mobil Exploration and Production U.S., Inc. P.O. Box 633
Midland, TX 79702-0633

Attention: Kaye Pollock-Lyon

Administrative Order NSL-3356

Dear Ms. Pollock-Lyon:

Reference is made to your application dated February 14, 1994, for a non-standard oil well location for the proposed State "K" Well No. 1 to be drilled 1400 feet from the South line and 360 feet from the East line (Unit I) of Section 31, Township 17 South, Range 35 East, NMPM, Undesignated Drinkard Pool, Lea County, New Mexico. The NE/4 SE/4 of said Section 31 shall be dedicated to the 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/amg

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe