



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO  
SANTA FE, NEW MEXICO 87505  
(505) 827-7131

August 25, 1995

**Stephens & Johnson Company**  
**P. O. Box 2249**  
**Wichita Falls, Texas 76307-2249**

**Attention: William M. Kincaid**

*Administrative Order NSL-3571*

Dear Mr. Kincaid:

Reference is made to your applications dated August 9 and 24, 1995 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the (Sun) East Millman Queen-Grayburg Waterflood Project Area, established by Division Order No. R-6177, as amended.

It is our understanding that the proposed East Millman Pool Unit - Tract "7" Well No. 7 is to be drilled 1492 feet from the South line and 1151 feet from the West line (Unit L) of Section 13, Township 19 South, Range 28 East, NMPM, East Millman-Queen-Grayburg-San Andres Pool, East Millman Pool Unit, Eddy County, New Mexico.

Said well to be dedicated to an existing standard 40-acre oil spacing and proration unit comprising the NW/4 SW/4 of said Section 13.

By the authority granted me under the provisions of General Rule 104 F(1), the above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", with a long, sweeping horizontal line extending to the right.

William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
New Mexico State Land Office - Santa Fe