



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

May 18, 1998

ARCO Permian
P. O. Box 1610
Midland, Texas 79702-1610
Attention: Elizabeth A. Casbeer

Administrative Order NSL-4036

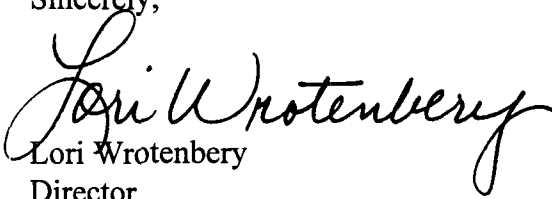
Dear Ms. Casbeer:

Reference is made to your application dated April 22, 1998, for an unorthodox oil well location in the Artesia-Queen-Grayburg-San Andres Pool for your proposed Washington "33" State Well No. 5 to be drilled 260 feet from the North line and 2270 feet from the West line (Unit C) of Section 33, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico. The NE/4 NW/4 of said Section 33 is to be dedicated to said well in order to form a standard 40-acre oil spacing and proration unit for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location is hereby approved.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

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