

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

August 14, 2001

Lori Wrotenbery Director Oil Conservation Division

ARCO Permian P. O. Box 4587 Houston, Texas 77210-4587 Attention:Amy T. Spang/amy.t.spang@bp.com

Administrative Order NSL-4632

Dear Ms. Spang:

Reference is made to the following: (i) your application (*application reference No. pKRV0-122048623*) that was submitted to the New Mexico Oil Conservation Division ("Division") on August 7, 2001; and (ii) the Division's records in Santa Fe: all concerning ARCO Permian's request for an unorthodox Delaware oil well location for the proposed West Brushy State "8" Well No. 1 (API No. 30-015-31815) to be drilled 1219 feet from the North line and 1894 feet from the East line (Unit B) of Section 8, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico. The NW/4 NE/4 of Section 8 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit for the Undesignated Brushy Draw-Delaware Pool (8080).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

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

Sincerely

Lori Wrotenbery

Lori Wrotenber Director

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