Corder No. R-2 '1

share of the oil in the affected formation, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Cibola Energy Corporation for an unorthodox oil well location for the Devonian formation is hereby approved for a well to be located 2290 feet from the North line and 1200 feet from the East line of Section 36, Township 10 South, Range 27 East, NMPM, Chaves County, New Mexico.

(2) The SE/4 NE/4 (Unit H) of said Section 36 shall be dedicated to the above-described well.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

R. L. STAMETS, -Director

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