



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KERCE
SECRETARY

May 15, 1979

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 627-2434

RECEIVED

MAY 21 1979

O. D. C.
ARTESIA, OFFICE

Nates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

Attention: Eddie M. Mahfood

Administrative Order NSL-1037

Gentlemen:

Reference is made to your application for a non-standard location for your Federal CX Com Well No. 3 located 1980 feet from the South line and 2310 feet from the West line of Section 7, Township 18 South, Range 25 East, Eagle Creek Permo-Pennsylvanian Pool, Eddy County, New Mexico.

Approval is also given to simultaneously dedicate said Federal CX Com Well No. 3 in Unit K with the Federal CX Com Well No. 2 in Unit L, both in said Section 7. The W/2 of said section to be dedicated to the wells. Further, you are hereby permitted to produce the allowable from any of the wells on the proration unit in any proportion.

By authority granted me under the provisions of Rule 104 F of the Division Rules and Regulations, the above-described unorthodox location is hereby approved.

Very truly yours,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Artesia
Oil & Gas Engineering Committee - Hobbs
U. S. Geological Survey - Artesia