TONEY ANAYA

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

December 13, 1983

Read & Stevens, Inc. Oil Producers P.O. Box 1518 Roswell, NM 88201

Attention: Bruce Stubbs

Administrative Order NSL-1774

Gentlemen:

Reference is made to your application for a non-standard location for your Otis "34" Well No. 1 located 1828.5 feet from the North line and 1980 feet from the West line of Section 34, Township 22 South, Range 27 East, Carlsbad Morrow Undesignated Pool, Eddy County, New Mexico.

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

Sincerely,

JOE D. RAMEY

Director

JDR/RLS/dp

Oil Conservation Division - Artesia Oil & Gas Engineering Committee - Hobbs