STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT





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

August 12, 1987

Phillips Petroleum Company 4001 Penbrook Odessa, TX 79762

Attention: Larry M. Sanders

Administrative Order NSL-2367

Gentlemen:

Reference is made to your application for a non-standard location for your East Vacuum Grayburg/San Andres Unit Well No. 3374-003 to be located 2630 feet from the South line and 400 feet from the West line of Section 33, Township 17 South, Range 35 East, NMPM, Vacuum Grayburg San Andres Pool, Lea County, New Mexico. The NW/4 SW/4 of said Section 33 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

WILLIAM J. LEMAY)

Director

cc: Oil Conservation Division - Hobbs