STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS

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-2374

Gentlemen:

Reference is made to your application for a non-standard location for your East Vacuum Grayburg/San Andres Unit Well No. 3202-018 to be located 2560 feet from the North line and 680 feet from the East line of Section 32, Township 17 South, Range 35 East, NMPM, Vacuum Grayburg San Andres Pool, Lea County, New Mexico. The SE/4 NE/4 of said Section 32 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

WILLIAM J. LEMA Director

cc: Oil Conservation Division - Hobbs