STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

September 25, 1987

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Clifton R. May

Administrative Order NSL-2397

Gentlemen:

Reference is made to your application for a non-standard location for your Moonrise State Unit No. 1 located 330 feet from the South line and 330 feet from the West line of Section 27, Township 18 South, Range 36 East, NMPM, Wildcat Queen Pool, Lea County, New Mexico. The SW/4 of said Section 27 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

WJL/DRC/ag

cc: Oil Conservation Division - Hobbs