STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

June 21, 1988

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Janet Richardson

Administrative Order NSL-2535

Dear Ms. Richardson:

Reference is made to your application for a non-standard location for your O'Connell VX Federal Well No. 2 to be located 1980 feet from the North line and 260 feet from the West line (Unit E) of Section 15, Township 6 South, Range 26 East, NMPM, Pecos Slope Abo Gas Pool, Chaves County, New Mexico. The NW/4 of said Section 15 shall be dedicated to the well.

By the 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 - Artesia