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

August 24, 1988

OXY USA, Inc. Box 50250 Midland, TX 79710

Attention: F.A. Vitrano

Administrative Order NSL-2568

Dear Mr. Vitrano:

Reference is made to your application for a non-standard location for your State EB Well No. 1 to be located 840 feet from the North line and 1400 feet from the East line (Unit B) of Section 2, Township 24 South, Range 23 East, NMPM, Undesignated East Hess Morrow Gas Pool, Eddy County, New Mexico. The N/2 of said Section 2 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