



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

October 13, 1988

Layton Enterprises, Inc.
3103 79th Street
Lubbock, TX 79423

Attention: Donald R. Layton,
President

Administrative Order NSL-2590

Dear Mr. Layton:

Reference is made to your application of September 23, 1988 for a non-standard oil well location for your El Zorro "C" Federal Well No. 3 to be located 660 feet from the North line and 1430 feet from the West line (Unit C) of Section 11, Township 9 South, Range 36 East, NMPM, Allison-Pennsylvanian Pool, Lea County, New Mexico. The N/2 NW/4 of said Section 11 shall be dedicated to the well forming a standard 80-acre oil spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104 F(1), and by Memorandum No. 4-86, the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Roswell