STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

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

June 5, 1989

Exxon Company, USA P.O. Box 1600 Midland, TX 79702-1600

Attention: Charlotte Harper

Administrative Order NSL-2660

Dear Ms. Harper:

Reference is made to your application of April 27, 1989 and May 22, 1989, for a non-standard gas well location for your New Mexico "FJ" State Well No. 1 to be located 1650 feet from the South line and 990 feet from the East line (Unit I) of Section 32, Township 20 South, Range 33 East, NMPM, Undesignated South Salt Lake-Atoka Gas Pool and South Salt Lake-Morrow Gas Pool, Lea County, New The E/2 of said Section 32 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for both pools.

By the authority granted me under the provisions of General Rule 104 F(II), the above-described unorthodox gas well location is hereby approved.

Sincerely.

William J. LeMay

Director

WJL/MES/ag

Oil Conservation Division - Hobbs cc:

NM Oil and Gas Engineering Committee - Hobbs

NM State Land Office - Santa Fe

REMARKS: Your request for an unorthodox oil well location in the Undesignated Hat Mesa Bone Spring for the above-described well cannot be considered for administrative approval (pursuant to the Special Rules and Regulations for the Hat Mesa-Bone Spring Pool, as promulgated by Division Order No. R-8872) at this. If at such time when said well is actually completed in the Bone Spring zone and it becomes necessary for such authorization, you may apply for an amendment to this order pursuant to the provisions of Rule 5 of said Order No. R-8872.