



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

November 27, 1989

Mallon Oil Company
1099 18th Street
Suite 2750
Denver, CO 80202

Attention: Karen E. McClintock

Administrative Order NSL-2716

Dear Ms. McClintock:

Reference is made to your application of September 26, 1989 for a non-standard oil well location for your Amoco Red Bluff Federal Well No. 3 to be located 130 feet from the North line and 1805 feet from the East line (Unit B) of Section 28, Township 26 South, Range 29 East, NMPM, Brushy Draw Delaware Pool, Eddy County, New Mexico. The NW/4 NE/4 of said Section 28 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit for said pool.

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

Sincerely,

A handwritten signature in dark ink, appearing to read 'William J. LeMay'.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
NM Oil and Gas Engineering Committee - Hobbs
US Bureau of Land Management - Carlsbad
US Bureau of Land Management - Roswell