

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

April 25, 1991

Mewbourne Oil Company c/o James Bruce Hinkle, Cox, Eaton, Coffield & Hensley 500 Marquette NW Suite 800 Albuquerque, NM 87102-2121

Administrative Order NSL-3004

Dear Mr. Bruce:

Reference is made to your application dated April 12, 1991 for a non-standard gas well location for your Chalk Bluff Federal Well No. 2 to be located 1650 feet from the North line and 1350 feet from the West line (Unit F) of Section 1, Township 18 South, Range 27 East, NMPM, to test the Morrow formation in either the Undesignated North Illinois Camp - Morrow Gas Pool, Undesignated Scoggin Draw - Morrow Gas Pool or Undesignated Empire Pennsylvanian Gas Pool, Eddy County, New Mexico. Lots 1 through 4 and the S/2 N/2 (N/2 equivalent) of said Section 1 shall be dedicated to the well forming a standard 320.52-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104F.I and II. the abovedescribed unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/cjk

Oil Conservation Division - Artesia U.S. Bureau of Land Management - Carlsbad