

STATE OF NEW MEXICO

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

June 18, 1991

G.P. II Energy, Inc.
P.O. Box 50682
Midland, TX 79710

Attention: Joe L. Compton

Administrative Order NSL-3019

Dear Mr. Compton:

Reference is made to your application dated June 7, 1991 for a non-standard oil well location for your Coyote Federal Well No. 1 to be located 990 feet from the South line and 1090 feet from the West line (Unit M) of Section 27, Township 26 South, Range 29 East, NMPM, Undesignated Brushy Draw-Delaware Pool, Eddy County, New Mexico. The SW/4 SW/4 of said Section 27 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 104F.I. the above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", with a long horizontal line extending to the right and a vertical line extending downwards from the end of the signature.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
US Bureau of Land Management - Carlsbad