



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

September 18, 1991

Collins & Ware, Inc.
c/o Bill Seltzer
214 West Texas, Suite 507
Midland, Texas 79701

Administrative Order NSL-3053

Dear Mr. Seltzer:

Reference is made to your application dated August 29, 1991 for a non-standard gas well location for your Sharp Nose Federal Well No. 1 to be drilled 2395 feet from the South line and 2065 feet from the East line (Unit J) of Section 13, Township 20 South, Range 33 East, NMPM, to test both the Undesignated Teas-Pennsylvanian Gas Pool and Undesignated Quail Ridge-Morrow Gas Pool, Lea County, New Mexico. The S/2 of said Section 13 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of General Rule 104.F.1 the above described unorthodox gas well location is hereby approved.

Sincerely,

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
USBLM - Carlsbad
Case File: 10314