

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

March 12, 1992

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

Administrative Order NSL-3105

Dear Mr. Seltzer:

Reference is made to your application on behalf of Collins & Ware, Inc, for a non-standard gas well location for your Muley Federal Well No. 1 to be located 1433 feet from the South line and 1459 feet from the East line (Unit J) of Section 26, Township 23 South, Range 25 East, NMPM, to test the Wolfcamp and Pennsylvanian formations, Eddy County, New Mexico. The S/2 of said Section 26 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit any and all formations and or pools within said vertical extent developed on 320-acre spacing.

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

Sincerely,

A handwritten signature in black ink, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia
U.S. BLM - Carlsbad