STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

DIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

July 8, 1992

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

BTA Oil Producers 104 South Pecos Midland, Texas 79701

Attention: Dorothy Houghton

Administrative Order NSL-3128

Dear Ms. Houghton:

Reference is made to your application dated June 2, 1992 for a non-standard Wildcat Wolfcamp oil well location for your existing Crystal, 9105 JV-P Well No. 1 which was drilled in February of this year and tested the Morrow formation at a previously approved non-standard gas well location (Division Order No. R-9637, dated February 12, 1992) 1550 feet from the South line and 1650 feet from the East line (Unit O) of Section 4, Township 24 South, Range 26 East, NMPM, Eddy County, New Mexico.

It is my understanding that the Morrow zone will be properly plugged back and said well will be recompleted to the Wolfcamp formation, which pursuant to Division General Rule 104.B. is unorthodox. Further, the SW/4 SE/4 (Unit O) of said Section 4 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

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

Sincerely,

WILLIAM J. LEMA

Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia

U.S. BLM - Carlsbad