STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

October 5, 1992

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

SDX Resources, Inc. P.O. Box 5061 Midland, TX 79704

Attention: Barbara E. Wickham

Administrative Order NSL-3175(NSP)

Dear Ms. Wickham:

Reference is made to your application dated September 25, 1992 for a non-standard oil well location to permit the completion of an efficient production/injection pattern within an active secondary recovery project for your Artesia Metex Unit Well No. 62 to be located 2310 feet from the North line and 990 feet from the West line (Unit E) of Section 30, Township 18 South, Range 28 East, NMPM, Artesia Pool, Artesia Metex Waterflood Project Area, Eddy County, New Mexico. Lot 2, being the SW/4 NW/4 equivalent of said Section 30, is to be dedicated to said well forming a non-standard 43.30-acre oil spacing and proration unit.

By authority granted me under the provisions of General Rule 104.F.(I) and Division Order No. R-4609, the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Artesia

NM State Land Office - Santa Fe