## STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

DRUG FREE

POST OFFICE BOX 2088

STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

January 14, 1993

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

> Warrior Inc. P.O. Box 5970 Hobbs, New Mexico 88241

Attention: M.Y. Merchant

Administrative Order NSL-3218

Dear Mr. Merchant:

Reference is made to your application dated January 8, 1993 for an unorthodox oil well location to permit the completion of an efficient production/injection pattern within the Eumont Federal "D" Lease Pilot Waterflood Project Area, established by Division Order No. R-9556, dated August 7, 1991. It is our understanding that the proposed Federal "D" Well No. 13 is to be drilled 1300 feet from the South and West lines (Unit M) of Section 26, Township 20 South, Range 36 East, NMPM, Eumont Oil Pool, Lea County, New Mexico. Said well is to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the SW/4 SW/4 of said Section 26, which is presently dedicated to the Federal "D" Well No. 5 located at a standard oil well location 660 feet from South and West lines of said Section 26.

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

Sincerely, WILLIAM J. LEMAY Director WJL/MES/jc

cc: Oil Conservation Division - Hobbs
U.S. BLM - Carlsbad
W. Thomas Kellahin - Santa Fe
Case: 10654