



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
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SANTA FE, NEW MEXICO 87504
(505) 827-5800

August 23, 1993

ARCO Oil and Gas Company
P.O. Box 1610
Midland, TX 79702

Attention: Ken W. Gosnell

Administrative Order NSL-3295

Dear Mr. Gosnell:

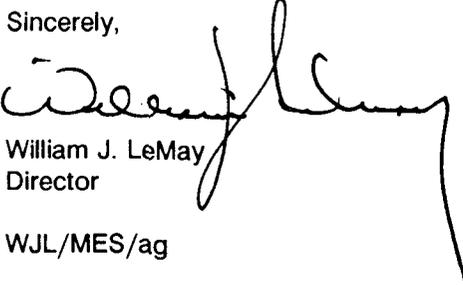
Reference is made to your application dated August 9, 1993 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the South Justis Unit Waterflood Project Area, established by Division Order No. R-9747, dated October 23, 1992.

It is our understanding that the proposed South Justis Unit "G" Well No. 251 is to be drilled 2095 feet from the South line and 1415 feet from the East line (Unit J) of Section 25, Township 25 South, Range 37 East, NMPM, Justis Blinbry-Tubb-Drinkard Pool, South Justis Unit Area, Lea County, New Mexico.

Said well to be dedicated to the existing standard 40-acre oil spacing and proration unit comprising the NW/4 SE/4 of said Section 25, which is currently dedicated to the South Justis Unit "G" Well No. 25, located at a standard oil well location 1650 feet from the South and East lines of said Section 25.

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

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad
ARCO Oil and Gas Company, James Cogburn - Hobbs