



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

July 2, 1999

Caprock Pipe & Supply
P. O. Box 1535
Lovington, New Mexico 88260
Attention: Lionel Burns

Administrative Order NSL-4325

Dear Mr. Burns:

Reference is made to your application dated June 15, 1999 to drill your proposed L-Bar Ranch Well No. 1 to a depth of 4,100 feet at an unorthodox location 2095 feet from the North line and 200 feet from the East line (Unit H) of Section 2, Township 13 North, Range 4 West, NMPM, as projected into the unsurveyed Cebolleta Land Grant, Sandoval County, New Mexico.

This application has been duly filed under the provisions of New Mexico Oil Conservation Division ("Division") Rule 104.F.

By the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox location to be applicable to any and all formations and/or pools from the surface to a depth of 4,100 is hereby approved.

Sincerely,

A handwritten signature in cursive script, reading "Lori Wrotenberg, Dir".

Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec