

116 North First Street / (505) 746-3223 Artesia, New Mexico 88210

September 24, 1990

Mr. Jerry Sexton New Mexico Oil Conservation Commission P.O. Box 1980 Hobbs, NM 88240

Re: Blanco Engineering, Inc. NM "S" No. 1 well North Anderson Wolfcamp

Dear Jerry:

In researching the rules for unorthodox locations I quote from the manual "The Division Director shall have authority to grant an exception to well location requirements if the unorthodox location is based upon the recompletion of a well <u>previously drilled to a</u> <u>deeper horizon</u>, provided said well was drilled at an orthodox or approved unorthodox location for such original horizon".

This well produced from the North Anderson Ranch Wolfcamp Field for many years and must have been approved.

Thank you for your help.

Respectfully,

and

Paul G. White President

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