STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWODD CABINET SECRETARY August 4, 1992

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

Columbia Gas Development Corporation P.O. Box 1350 Houston, Texas 77251

Attention: Wendy Desormeaux

Administrative Order NSL-3146

Dear Ms. Desormeaux:

Reference is made to your application dated July 24, 1992 for a non-standard oil well location for your Cave Estate "27" Well No. 1 to be located 2392 feet from the South and West lines (Unit K) of Section 27, Township 14 South, Range 38 East, NMPM, to test the Wolfcamp formation, Lea County, New Mexico. The NE/4 SW/4 of said Section 27 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

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

Sincerely,

0 0 WILLIAM J. LEMAY Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs