

10-13-81

State of New Mexico Energy & Mineral Department Oil Conservation Division P. O. Box 2088 Santa Fe, NM 87501

> RE: Unorthodox Well Location Scharb "9" #1 D, 660' FNL & 660' FWL Sec. 9, T-19-S, R-35-E Lea County, New Mexico

Gentlemen:

Southland Royalty Company requests administrative approval for an unorthodox location for the aforementioned completed well. This approval is requested in accordance with paragraph "F", Section II "Non Standard Units" of Rule 104.

The subject well was originally permitted with a standard location in the Wolfcamp formation. Said zone was penetrated and tested but was noncommercial. The well was, therefore, completed in the Bone Spring formation. It is requested that immediate attention be given to this matter, since the subject well has been completed and requires an approved NSL order to be assigned an allowable.

By a copy of this letter, Southland Royalty Company is notifying all offset operators of our request for an unorthodox location. This notification was mailed by certified mail.

Sincerely yours, Ray 7. M.R.

Ray F. Nokes

RFN/jg