



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

March 23, 1990

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Harvey E. Yates Company
Box 1933
Roswell, NM 88201

Attn: N. M. Young

Re: Unorthodox Location
Mobil "24" Federal #1-K
Section 24, T19S, R34E

Gentlemen:

As discussed in your phone conversation of this date with Evelyn Downs of this office, the above-referenced well location (1650/S and 2310/W) is unorthodox for the Lea Bone Spring Pool since this pool has special rules which provide for 80-acre proration units with a standard well location being within 150 feet of the center of any quarter/quarter.

It is our understanding that you have docketed this for a hearing. No production can be authorized from this well until your unorthodox location has been approved.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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