



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

October 2, 1990

GARREY CARRUTHERS  
GOVERNOR

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

Graham Royalty, Ltd.  
5429 LBJ Freeway, Suite 550  
Dallas, TX 75240

Attn: Mr. Jason C. Sizemore

Re: Recompletion to Wolfcamp  
Southeast Lea Unit Well #3-G  
Section 26, T20S, R35E

Gentlemen:

We have this date approved your intention to recomplete the above-referenced well from the West Osudo Morrow Pool to the Southeast Lea Wolfcamp Pool. This approval is for recompletion work only since the well is at an unorthodox location for the Southeast Lea Wolfcamp Pool.

NSL 2426  
The Southeast Lea Wolfcamp Gas Pool has 160-acre proration units with a standard location being no nearer than 660 feet to the outer boundary nor closer than 330 feet to a quarter/quarter section line. The location of the #3 well is unorthodox in relation to the outer boundary of the NE/4 and therefore you must make application for approval of this unorthodox location. The application should qualify for administrative approval since the well was previously completed in a deeper horizon. See Rule 104 F for guidelines for submitting your unorthodox location application.

Also, please submit an acreage dedication plat for the Southeast Lea Wolfcamp Pool outlining 160-acres to be dedicated to the Wolfcamp completion.

If you have further questions please feel free to call.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton  
Supervisor, District I

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