

OIL CONSERVATION DIVISION  
RECEIVED

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APPR. JUL. 24, 1992

3160(067)  
NM-13280

CERTIFIED--RETURN RECEIPT REQUESTED  
P 864 869 177

Hondo Oil & Gas Company  
Attention: Ernie Buttross  
P. O. Box 2208  
Roswell, NM 88202

RE: Smith Ranch "11" Well No. 2  
NM-13280  
2250' FSL & 2014' FWL, Sec. 11, T20S, R33E  
Lea County, New Mexico

Dear Mr. Buttross:

I am happy to approve your Application for Permit to Drill (APD) at the present location. Your copy of the APD, with attached stipulations, is enclosed.

As you may be aware, there has been a significant increase in APD's in the Secretary's Oil/Potash Area. Unfortunately, this has resulted in a lengthy processing time. If you have any APD's which need to receive a higher priority, please contact or submit a list to the Carlsbad Resource Area.

If any additional information is required, please contact Tony Herrell at the Carlsbad Resource Area (505) 887-6544.

Sincerely,

**Larry L. Woodard**

Larry L. Woodard  
State Director

1 Enclosure:

1 - Application for Permit to Drill

bcc:

NM (920, R. Smith)

NM (060, A. Lopez)

NM (060, L. Cone)