STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING

GOVERNOR



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

February 12, 1992

Melzer Exploration Company, Inc. P.O. Box 2083 Midland, Texas 79702-2083

Attention: H. Scott Davis

Administrative Order NSL-3096

Dear Mr. Davis:

Reference is made to your application dated January 20, 1992 for a non-standard gas well location for your Amerada Wise Well No. 2 located 2080 feet from the North line and 660 feet from the West line (Unit E) of Section 14, Township 20 South, Range 38 East, NMPM, Undesignated Southwest House Yates - Seven Rivers Gas Pool, Lea County, New Mexico. The NW/4 of said Section 14 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of General Rule 104F.(1), the above described unorthodox gas well location is hereby approved.

Sincerely, WILLIAM J. LEM Director WJL/MES/jc

cc: Oil Conservation Division - Hobbs