



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

*dec Rpd
10-19-90*

GARREY CARRUTHERS
GOVERNOR

October 15, 1990

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

BHP Petroleum (Americas), Inc.
5847 San Felipe
Suite 3600
Houston, TX 77057

Attention: Chuck Williams

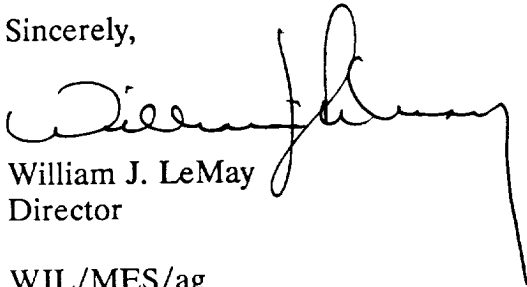
Administrative Order NSL-2897

Dear Mr. Williams:

Reference is made to your application dated September 5, 1990 for a non-standard gas well location for your Gallegos Canyon Unit Well No. 511 to be located 745 feet from the North line and 1080 feet from the West line (Unit D) of Section 26, Township 29 North, Range 12 West, NMPM, to test either the Undesignated West Kutz Pictured Cliffs Pool or the Undesignated Fulcher Kutz Pictured Cliffs Pool, San Juan County, New Mexico. The NW/4 equivalent of said Section 26 shall be dedicated to the well forming a standard 160-acre, more or less, gas spacing and proration unit for either pool.

By the authority granted me under the provisions of General Rule 104F.I. the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington

RECEIVED
OCT 17 1990
OIL CON. DIV.
DIST. 3