

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Bill Richardson Governor Joanna Prukop Cabinet Secretary

June 5, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Jicarilla Apache Energy Corporation P. O. Box 710

Dulce. New Mexico 87528

Attention:

Jesse Evans

jevans232000@yahoo.com

Administrative Order NSL-4894

Dear Mr. Evans:

Reference is made to your application dated May 28, 2003 (administrative application reference No. pKRV0-315455705) for an exception to Rule 4 of the "Special Rules for the West Lindrith Gallup-Dakota Oil Pool," as promulgated by Division Order No. R-4314-A, as amended, for the Jicarilla Apache Energy Corporation's ("JAECO") existing Jicarilla Apache JV-5 Well No. 7 (API No. 30-039-27092) recently drilled at an unorthodox oil well location 1981 feet from the North line and 588 feet from the West line (Unit E) of Section 5, Township 23 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

The NW/4 of Section 5, being a standard 160-acre, more or less, oil spacing and proration unit for the West Lindrith Gallup-Dakota Oil Pool (39819), is to be dedicated to this well.

The subject application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999, and the applicable provisions of the rules governing the West Lindrith Gallup-Dakota Oil Pool.

By the authority granted me under the provisions of: (i) Rule 5 of these special pool rules; and (ii) Division Rule 104.F (2), the unorthodox oil well location of JEACO's above-described Jicarilla Apache JV-5 Well No. 7 is hereby approved.

Jori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Albuquerque