Per. 2-27-95 Release 2-27-95

NSL-729. A

February 27, 1995

Barbara Fasken 303 West Wall Avenue - Suite 1900 Midland, Texas 79701-5116

Attn: Carl W. Brown

Administrative Order NSL-729-A

Dear Mr. Brown:

Reference is made to your application dated February 16, 1995 for an unorthodox gas well location for any and all formations and/or pools from the top of the Wolfcamp formation to the base of the Atoka formation developed on 320-acre spacing underlying the S/2 of Section 10, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico.

It is our understanding that the subject well in this application, the David Fasken Mobil "10" Federal Well No. 1 (API No. 30-015-21647), was drilled in 1975 to a total depth of 10,215 feet to test the Indian Basin-Morrow Gas Pool at a previously approved unorthodox gas well location (NSL-729, dated October 20, 1975) 380 feet from the South line and 1182 feet from the West line (Unit M) of Section 10, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico. Said well tested dry in the Morrow interval and was plugged and abandoned.

By the authority granted me under the provisions of Division General Rule 104.F(1) the above-described unorthodox gas well location is hereby approved for any and all formations and/or pools that are currently developed on 320-acre spacing from the top of the Wolfcamp formation to the base of the Atoka formation.

Said original Administrative Order NSL-729 is hereby placed in abeyance until further notice.

Sincerely,

William J. LeMay Director

WJL/MES/kv

cc: Oil Conservation Division - Artesia

US Bureau of Land Management - Carlsbad

File: NSL-729