



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

March 16, 1993

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

Nassau Resources, Inc.
c/o Jerome P. McHugh and Associates
P.O. Box 809
Farmington, NM 87499-0809

Attention: Fran Perrin

Administrative Order NSL-3227

Dear Ms. Perrin:

Reference is made to your application dated March 2, 1993, for a non-standard gas well location for proposed Carracas Unit - PC 21-B Well No. 10 to be drilled 1405 feet from the South line and 2090 feet from the East line (Unit J) of Section 21, Township 32 North, Range 4 West, NMPM, to test the Pictured Cliffs formation, Rio Arriba County, New Mexico. The SE/4 of said Section 21 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

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

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/amg

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