



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 6, 1996

Universal Resources Corporation
1331 Seventeenth Street - Suite 300
Denver, Colorado 80202
Attn: Jane Seiler

Administrative Order NSL-3678(SD)

Dear Ms. Seiler:

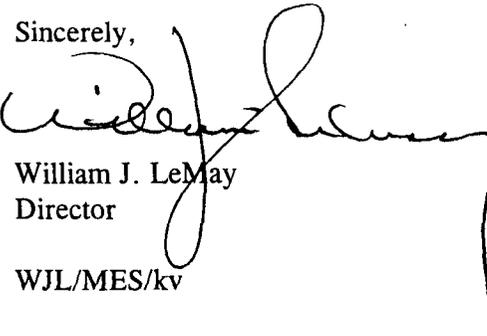
Reference is made to your application dated April 30, 1996 for an unorthodox Devils Fork-Gallup oil well location in an existing standard 160-acre oil spacing and proration unit for said Devils Fork-Gallup Associated Pool comprising the NE/4 of Section 23, Township 24 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. Said 160-acre tract currently has dedicated thereon the Byrd "23" Well No. 1 (API No. 30-039-05416) located at a standard oil well location 990 feet from the North line and 850 feet from the East line (Unit A) of said Section 23.

By authority granted me under the provisions of Rule 2(c) of the "General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico/Special Rules and Regulations for the Devils Fork-Gallup Associated Pool", as promulgated by Division Order No. R-5353, as amended, the following described well located at an unorthodox oil well location in the Devils Fork-Gallup Associated Pool is hereby approved:

Byrd "23" Well No. 6
2300' FNL - 770' FEL (Unit H)

Also, you are hereby authorized to simultaneously dedicate Devils Fork-Gallup Associated Pool gas production from both the Byrd "23" Well Nos. 1 and 6. Furthermore, you are hereby permitted to produce the allowable assigned the subject 160-acre gas spacing and proration unit from both wells in any proportion.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington