



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

May 21, 1998

Roddy Production Company
P. O. Box 2221
Farmington, New Mexico 87499
Attention: R. E. Fielder

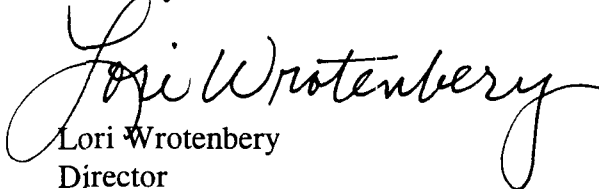
Administrative Order NSL-4040

Dear Mr. Fielder:

Reference is made to your application dated April 30, 1998 for Roddy Production Company to drill its proposed Tidal Federal Well No. 2 at an unorthodox gas well location within the Basin-Dakota Pool 1990 feet from the South line and 1455 feet from the West line (Unit K) of Section 9, Township 27 North, Range 12 West, NMPM, San Juan County, New Mexico. The S/2 of said Section 9 is to be dedicated to said well in order to form a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

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