

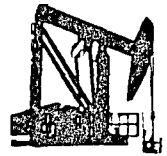


TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

August 9, 1985

50 YEARS



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

A. R. Kendrick
Box 516
Aztec, New Mexico 87410

Administrative Order NSL-2104

Gentlemen:

Reference is made to your application on behalf of S.E.R.H. Inc. for a non-standard location for their Navajo Nation 20 No. 1 well located 1190 feet from the South line and 2510 feet from the East line of Section 20, Township 27 North, Range 19 West, NMPM, Beautiful Mountain Mississippian Gas Pool extension, San Juan County, New Mexico. The SE/4 of said Section 20 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

R. L. STAMETS, DIRECTOR

RLS/DC/dr

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington

REMARKS: Division Order No. R-5745, dated June 15, 1978, approved the non-standard location for production in the Pennsylvanian Oil Pool. This order authorizes the non-standard location for the Beautiful Mountain Mississippian Gas Pool.