

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

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

August 29, 1988

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

Attention: James S. Hazen
Field Superintendent

ADMINISTRATIVE ORDER NSL-2571

Dear Mr. Hazen:

Reference is made to your application of August 29, 1988 for a non-standard gas well location for your Carracas Unit 18-B Well No. 15 to be located 580 feet from the South line and 1710 feet from the East line (Unit O) of Section 18, Township 32 North, Range 4 West, NMPM, to test the Fruitland formation, Rio Arriba County, New Mexico. The SE/4 of said Section 18 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said zone.

By authority granted me under the provisions of General Rule 104 F.II., 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/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
NM Oil and Gas Engineering Committee - Hobbs
US Forest Service - Blanco