

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

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SANTA FE, NEW MEXICO 87504
(505) 827-5800

November 7, 1988

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

Attention: James S. Hazen,

Administrative Order NSL-2598

Dear Mr. Hazen:

Reference is made to your application of October 11, 1988 for a non-standard gas well location for your Carracas Unit 15-A Well No. 16 to be located 200 feet from the South line and 500 feet from the East line (Unit P) of Section 15, Township 32 North, Range 5 West, NMPM, to test the Fruitland (Sand) formation, Rio Arriba County, New Mexico. The SE/4 of said Section 15 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(I), 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
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington