



STATE OF NEW MEXICO

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

March 27, 1989

Mallon Oil Company
1099 18th Street
Suite 2750
Denver, CO 80202

Attention: Karen E. McClintock

Administrative Order NSL-2641

Dear Ms. McClintock:

Reference is made to your application dated February 16, 1989 for a non-standard gas well location for your Davis Federal "3" Well No. 15 located at a previously approved unorthodox gas well location (Administrative Order NSL-2273) 795 feet from the South line and 2145 feet from the East line (Unit O) of Section 3, Township 25 North, Range 2 West, NMPM, Blanco Mesaverde Pool extension, Rio Arriba County, New Mexico. The E/2 of said Section 3 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Blanco Mesaverde Pool as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,

for William J. LeMay
Director

WJL/MES/ag

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