



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

May 11, 1993

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

Bright and Company
2911 Turtle Creek Blvd., Suite 700
Dallas, TX 75219-6241

Attention: J. Wallace Manaugh

Administrative Order NSL-3236

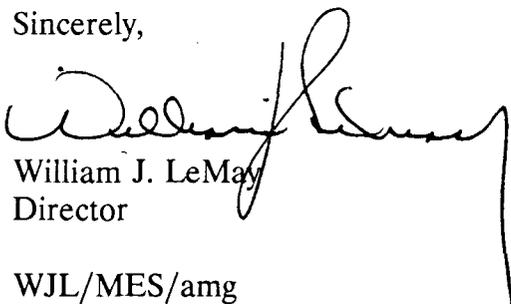
Dear Mr. Manaugh:

Reference is made to your application dated March 25, 1993, for a non-standard Atoka gas well location for your existing Apache Well No. 1 which was drilled in the last quarter of 1991 and completed in the Northwest Jenkins Devonian Pool at a standard oil well location 1650 feet from the North line and 990 feet from the West line (Unit E) of Section 5, Township 9 South, Range 34 East, NMPM, Lea County, New Mexico.

It is my understanding that the Devonian oil zone will be properly plugged back and said well will be recompleted to the Atoka formation, which pursuant to Division General Rule 104.B(1), is unorthodox. Further, the north half equivalent of said Section 5 shall be dedicated to the well forming a standard 320-acre, more or less, gas spacing and proration unit.

By the authority granted me under the provisions of Rule 8 of said General Rule 104.F(1), the above-described unorthodox coal gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs