



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

April 20, 1994

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

Union Oil Company of California (UNOCAL)
P.O. Box 2620
Casper, WY 82602-2620

Attention: Jim Benson

Administrative Order NSL-3381

Dear Mr. Benson:

Reference is made to your application dated February 18, 1994 for a non-standard South Blanco Tocito oil well location for your proposed Rincon Unit Well No. 150E to be drilled 790 feet from the North and West lines (Unit D) of Section 6, Township 26 North, Range 6 West, NMPM, South Blanco Tocito Oil Pool, Rio Arriba County, New Mexico.

It is our understanding that this well is to be dually completed in both the South Blanco Tocito Oil Pool and the Basin-Dakota Pool. Further, the location of said well is considered standard pursuant to the Special Rules and Regulations for the Basin-Dakota Pool, but is considered unorthodox per Rule 3 of the Special Rules and Regulations for the South Blanco Tocito Oil Pool, as promulgated by Division Order No. R-1191.

By the authority granted me under the provision of said Special Rules and Regulations for the South Blanco Tocito Oil Pool, and Division Memorandum 4-86 dated June 2, 1986, the above-described unorthodox oil well location is hereby approved. Further, the N/2 NW/4 equivalent of said Section 6 shall be dedicated to said well forming a standard 80-acre, more or less, oil spacing and proration unit for said pool.

Also, UNOCAL shall comply with all provisions of Division General Rule 112-A pertaining to dually completing the Basin-Dakota Pool and the Undesignated South Blanco Tocito Oil Pool in the subject well.

Sincerely,

William J. LeMay
Director

WJL/MES/amg

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