



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

February 6, 1996

Unocal Oil & Gas Division
Unocal Corporation
P. O. Box 850
Bloomfield, New Mexico 87413
Attention: Brett Liggett, Production Engineer

AMENDED
Administrative Order NSL-3389

Dear Mr. Liggett:

Reference is made to your application dated January 31, 1996 to amend Division Administrative Order NSL-3389, dated May 5, 1994, which authorized Unocal to drill its Rincon Unit Well No. 186-M (API No. 30-039-25406) at an unorthodox gas well location for both the Basin-Dakota and Undesignated Largo-Gallup Pools 1670 feet from the South line and 1240 feet from the West line (Unit L) of Section 33, Township 27 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. The S/2 of said Section 33 to be dedicated to said well to form a standard 320-acre gas spacing and proration unit for both pools.

It is our understanding that this well was completed in the Basin-Dakota Pool in July, 1994, due to the poor quality of the reservoir, as indicated by the logs, the Gallup interval was not completed. At this time Unocal is requesting that the Blanco-Mesaverde Pool be included in the provisions of said Order NSL-3389.

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 aforementioned unorthodox gas well location is also approved for the Blanco-Mesaverde Pool. Further, the subject 320-acre standard gas spacing and proration unit comprising the S/2 of said Section 33 is to be dedicated to said interval.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: NSL -3389