

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



May 15, 1995

Giant Exploration & Production Company
P.O. Box 2810
Farmington, New Mexico 87499

Attention: Gregory E. McIntosh

Administrative Order NSL-3534

Dear Mr. McIntosh:

Reference is made to your application dated May 5, 1995 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the Northeast Hogback Waterflood Project, established by Division Order Nos. R-2026 and R-6172.

It is our understanding that the proposed Northeast Hogback Unit Well No. 51 is to be drilled 1585 feet from the South line and 1050 feet from the West line (Unit L) of Section 11, Township 30 North, Range 16 West, NMPM, Horseshoe Gallup Oil Pool, Northeast Hogback Unit Area, San Juan County, New Mexico.

The NW/4 SW/4 of said Section 11 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit for said pool.

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

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

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950

Administrative Services
827-5925

Energy Conservation & Management
827-5900

Mining and Minerals
827-5970

Oil Conservation
827-7131