



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

April 1, 1996

Robert L. Bayless
P. O. Box 168
Farmington, New Mexico 87499
Attention: Kevin H. McCord

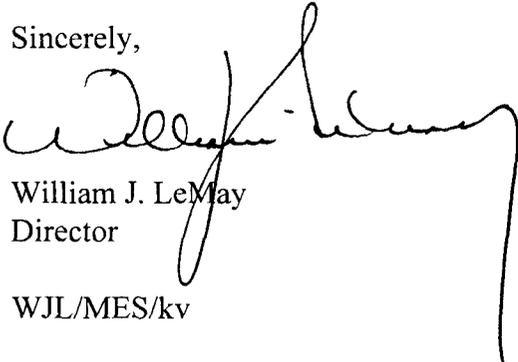
Administrative Order NSL-3642

Dear Mr. McCord:

Reference is made to your application dated March 1, 1996 for a non-standard gas well location for your proposed Riverine Well No. 1 (API No. 30-045-29344) to be drilled 1151 feet from the South line and 1995 feet from the East line (Unit O) of Section 11, Township 29 North, Range 13 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. The SE/4 of said Section 11 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for either the Undesignated Fulcher Kutz-Pictured Cliffs Pool or the Undesignated West Kutz-Pictured Cliffs Pool.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec