



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

September 9, 1996

**Roddy Production Company, Inc.**  
**P. O. Box 2221**  
**Farmington, New Mexico 87499**  
**Attention: Kenneth E. Roddy**

*Administrative Order NSL-3707*

Dear Mr. Roddy:

Reference is made to your application dated August 12, 1996 for a non-standard gas well location for your proposed Lucerne Federal Well No. 7 to be drilled 790 feet from the South line and 2050 feet from the East line (Unit O) of Section 21, Township 28 North, Range 11 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. The SE/4 of said Section 21 shall be dedicated to the well to form 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.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

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,

by  Deputy Director

William J. LeMay  
Director

WJL/MES/kv

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