



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

January 29, 1997

Bird Creek Resources, Inc.
1412 South Boston - Suite 550
Tulsa, Oklahoma 74119-3628
Attention: William S. Michalak

Administrative Order NSL-3765

Dear Mr. Michalak:

Reference is made to your application dated January 27, 1997 for a non-standard oil well location for the proposed Dunn Well No. 2 to be drilled 1077 feet from the North line and 578 feet from the East line (Unit D) of Section 25, Township 22 South, Range 27 East, NMPM, Undesignated Herradura Bend-Delaware Pool, Eddy County, New Mexico. The NW/4 NW/4 of said Section 25 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit for said 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 oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is written over a large, stylized flourish that extends downwards and to the right.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Artesia