



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

December 14, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Bannon Energy, Inc.
c/o A.R. Kendrick
Box 516
Aztec, NM 87410-0516

Administrative Order NSP-1611

Dear Mr. Kendrick:

Reference is made to your application dated October 29, 1990 for a 120-acre non-standard oil proration unit consisting of the following acreage in the Devil's Fork Gallup Associated Pool:

RIO ARRIBA COUNTY, NEW MEXICO
TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 24: N/2 SE/4 and SE/4 SE/4

It is my understanding that this unit is to be dedicated to your Lybrook Federal 24 Well No. 5 to be drilled at a standard oil well location 1791 feet from the South line and 869 feet from the East line (Unit I) of said Section 24.

By authority granted me under the provisions of Rule 4 of the General Rules and Regulations for the Associated Oil and Oil Pools of Northwest New Mexico, the above non-standard oil proration unit is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington