



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

BETTY RIVERA

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

November 14, 2002

Fasken Oil and Ranch, Ltd.
c/o Kellahin & Kellahin
P.O. Box 2265
Santa Fe, New Mexico 87501

Attention: Mr. W. Thomas Kellahin



Administrative Order No. NSL-4643-A

Dear Mr. Kellahin:

Reference is made to your application (*Application No. pKRV0-229848450*) for an amendment to Division Order No. NSL-4643 dated September 19, 2001, which order authorized Fasken Oil and Ranch Ltd. to drill its Ross Federal Com Well No. 4 at an unorthodox gas well location 3100 feet from the North line and 2600 feet from the East line (Lot 10, Unit J) of Section 4, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico, to test the Cemetery-Morrow Gas Pool.

It is our understanding that the Ross Federal Com Well No. 4 was drilled and completed in the Cemetery-Morrow Gas Pool, and that the well produced for a time from this pool. It is also our understanding that the Morrow zone in the well has been abandoned, and that Fasken Oil and Ranch, Ltd. now seeks approval to test the Atoka formation within the wellbore.

The Ross Federal Com Well No. 4 is located approximately one mile from the outer boundary of the Seven Rivers Hills-Atoka Gas Pool (Gas - 97196), which is currently governed by the provisions of Division Rule No. 104(C)(2).

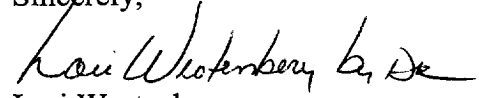
It is further our understanding that Lots 9 through 16 of Section 4 will be dedicated to the well in the Atoka formation forming a standard 320-acre gas spacing and proration unit.

This application has been duly filed under the provisions of Division Rule 104.(F), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

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

Fasken Oil and Ranch, Ltd.
Amended Division Order No. NSL-4643
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Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery", followed by a small mark that looks like "LW".

Lori Wrotenbery
Division Director

Xc: OCD-Artesia /
 File-NSL-4643