STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

November 29, 1995

Amoco Production Company Southern Rockies Business Unit P.O. Box 800 Denver, Colorado 80201 Attention: Pamela W. Staley

Administrative Order NSL-87-A

Dear Ms. Staley:

Reference is made to your application dated November 2, 1995 for an unorthodox Otero-Chacra gas well location for your existing Michener "A-LS" Well No. 5 (API No. 30-045-07059), which was drilled in 1957 and completed in the Blanco-Mesaverde Pool at an unorthodox gas well location (approved by Division Administrative Order NSL-87, dated January 23, 1957) 1090 feet from the North line and 600 feet from the East line (Unit A) of Section 31, Township 28 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is our understanding that the Mesaverde interval within said well will be plugged-back and abandoned and recompleted in the Otero-Chacra Pool, which pursuant to Division General Rule 104.C(3)(a), is also unorthodox. Further, the NE/4 of said Section 31 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said Chacra pool.

By the authority granted me under the provisions of Division General Rule 104.F(1), the above-described unorthodox gas well location is hereby approved.

Further, said original Order NSL-87 shall be placed in abeyance until further notice.

Sincerely.

William J. LeM Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

File: NSL-87