

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT **OIL CONSERVATION DIVISION**

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

June 6, 1979

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Dugan Production Corporation P. O. Box 234 Farmington, New Mexico 87401

Attention: Richard T. C. Tully

Administrative Order NSL-1038

Gentlemen:

Reference is made to your application for a non-standard location for your Paul Well No. 2 to be located 500 feet from the North line and 1850 feet from the West line of Section 19, Township 27 North, Range 11 West, NMPM, WAW-Fruitland-Pictured Cliffs Pool, San Juan County, New Mexico.

By authority granted me under the provisions of Rule 104 F of the Division Rules and Regulations, the abovedescribed unorthodox location is hereby approved.

Very truly yours,

JOE D. RAMEY, Director

JDR/RLS/dr

Oil Conservation Division - Aztec cc: Oil & Gas Engineering Committee - Hobbs U. S. Geological Survey - Farmington