



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

June 2, 1995

**Amoco Production Company
Southern Rockies Business Unit
P.O. Box 800
Denver, Colorado 80201**

Attention: Pamela W. Staley

Administrative Order NSL-1627-A

Dear Ms. Staley:

Reference is made to your application dated March 21, 1995 for an unorthodox Pictured Cliffs gas well location for your existing Childers Well No. 3E (API No. **30-045-25623**), which was drilled in May, 1983 and completed in the Basin-Dakota Pool at an unorthodox gas well location (approved by Division Administrative Order NSL-1627, dated December 6, 1982) 1290 feet from the South line and 1780 feet from the East line (Unit O) of Section 3, Township 31 North, Range 11 West, NMPM, South Blanco-Pictured Cliffs Pool, San Juan County, New Mexico.

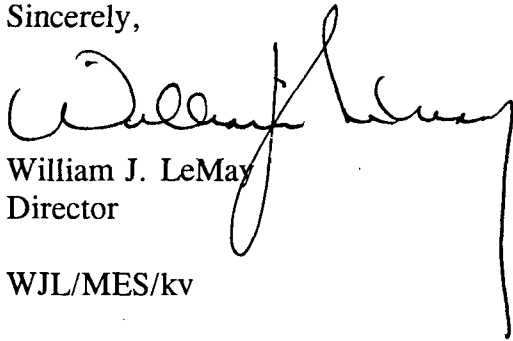
It is our understanding that Amoco intends to downhole commingle both the South Blanco-Pictured Cliffs and Basin-Dakota Pools in said well under authority of Division Administrative Order DHC-1122, dated April 11, 1995; and, pursuant to Division General Rule 104.C(3) said well location is considered to be unorthodox for the South Blanco-Pictured Cliffs Pool.

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

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Further, all provisions of said original Order NSL-1627 shall remain in full force and affect until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is fluid and cursive, with a long vertical stroke extending downwards from the end of the name.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: NSL-1627 ✓
DHC-1122