

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

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

August 27, 1987

Dugan Production Corporation P.O. Box 208 Farmington, NM 87499-0208

Attention: Jim L. Jacobs

Administrative Order NSL-2389

Gentlemen:

Reference is made to your application for a non-standard location for your Sears Roebuck Well No. 2 to be located 1650 feet from the North line and 330 feet from the East line of Section 5, Township 24 North, Range 10 West, NMPM, Undesignated Fruitland and Undesignated Pictured Cliffs Pools, San Juan County, New Mexico. The NE/4 of said Section 5 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104F(I), the above-described unorthodox location is hereby approved.

Sincerely, WILLIAM J. LEMAY

Director

WJL/DRC/ag

cc: Oil Conservation Division - Aztec