



STATE OF NEW MEXICO

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

November 7, 1988

Nassau Resources, Inc.
c/o Jerome P. McHugh & Associates
P.O. Box 809
Farmington, NM 87499-0809

Attention: James S. Hazen,

Administrative Order NSL-2598

Dear Mr. Hazen:

Reference is made to your application of October 11, 1988 for a non-standard gas well location for your Carracas Unit 15-A Well No. 16 to be located 200 feet from the South line and 500 feet from the East line (Unit P) of Section 15, Township 32 North, Range 5 West, NMPM, to test the Fruitland (Sand) formation, Rio Arriba County, New Mexico. The SE/4 of said Section 15 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

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

Sincerely,

A handwritten signature in dark ink, appearing to read "William J. LeMay", with a long, sweeping horizontal line extending to the right.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington