STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

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

February 16, 1989

Chuska Energy Corporation P.O. Box 2118 Farmington, NM 87499

Attention: Rick Allen, V.P., Drilling Operations

Administrative Order NSL-2629

Dear Mr. Allen:

Reference is made to your application of October 17, 1988 for a non-standard oil well location for your Table Mesa Well No. 1 to be located 1190 feet from the South line and 1850 feet from the East line (Unit O) of Section 17, Township 27 North, Range 17 West, NMPM, as projected into the unsurveyed Navajo Indian Reservation, to test the Devonian formation, San Juan County, New Mexico. The SW/4 SE/4 of said projected Section 17 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

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

Sincerely. 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 Vic Lyon