



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

February 27, 1990

Bill Fenn, Inc.
c/o Energy Administrative Services Co.
P.O. Box 458
Roswell, NM 88201

Attention: George R. Smith

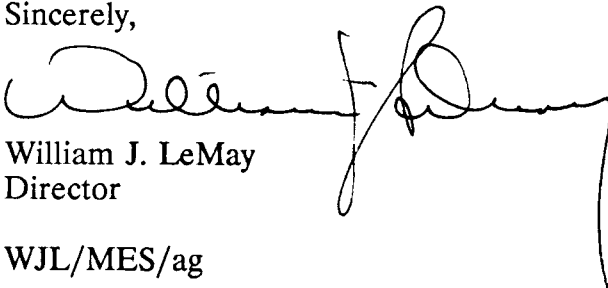
Administrative Order NSL-2758

Dear Mr. Smith:

Reference is made to your application on behalf of Bill Fenn, Inc. of February 5, 1990 for a non-standard gas well location for your Buffalo Valley "34" Federal Com Well No. 1 to be located 1190 feet from the South line and 990 feet from the East line (Unit P) of Section 34, Township 14 South, Range 27 East, NMPM, Undesignated Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico. The S/2 of said Section 34 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations of the Buffalo Valley-Pennsylvanian Gas Pool, as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia
US Bureau of Land Management - Roswell