



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY

January 6, 1993

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

BHP Petroleum (Americas) Inc.  
5847 San Felipe  
Suite 3600  
Houston, Texas 77057

Attention: C. Carl Kolbe

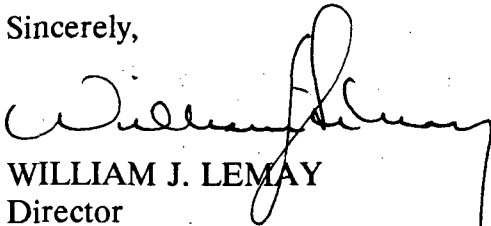
*Administrative Order NSL-3214*

Dear Mr. Kolbe:

Reference is made to your application dated December 15, 1992 for a non-standard gas well location for your Puffer State "A" Well No. 1 to be located 1980 feet from the South line and 1250 feet from the West line (Unit K) of Section 24, Township 8 South, Range 27 East, NMPM, Undesignated Palma Mesa Silvro - Ordovician Gas Pool, Chaves County, New Mexico. The S/2 of said Section 24 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104.F(2) the above-described unorthodox gas well location is hereby approved.

Sincerely,



WILLIAM J. LEMAY  
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia  
NMSLO - Santa Fe  
File: NSL-2942  
Case No.9721