STATE OF NEW MEXICO.



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR ANITA LOCKWOOD 148INET SECRETARY

POST OFFICE BON 2014 STATE LAND OFFICE BUILDING SANTA SEINEW MEMODIA HIGG 5051 327-3500

April 26, 1994

Union Oil Company of California (UNOCAL) P.O. Box 2620 Casper, WY 82602-2620

Attention: Jim Benson

Administrative Order NSL-3380

Dear Mr. Benson:

Reference is made to your application dated February 16, 1994 for an unorthodox gas well location for both the Basin-Dakota and Undesignated Largo-Gallup Pools for your proposed Rincon Unit Well No. 302. Said well is to be drilled 150 feet from the North line and 2455 feet from the West line (Unit C) of Section 11, Township 26 North, Range 7 West, NMPM Rio Arriba County, New Mexico.

The W/2 of said Section 11 is to be dedicated to said well forming a standard 320-acre gas spacing and proration unit for both pools.

By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Basin-Dakota Pool, as promulgated by Division Order No. R-8170, as amended; the applicable rules governing the Largo-Gallup Pool under Division Order No. R-2462, as amended; and General Rule 104.F(1), the aforementioned unorthodox gas well location is hereby approved.

Sincerely.

William J. LeMay/

Director

WJL/MES/amg

cc: Oil Conservation Division - Azlec

US Bureau of Land Management - Farmington