

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 24, 1995

UNOCAL
P. O. Box 2620
Casper, WY 82602-2620

Attention: Jim Benson

AMENDED
Administrative Order NSL-3412

Dear Mr. Benson:

Reference is made to your letter dated December 28, 1994 to amend Division Administrative Order NSL-3412, dated July 26, 1994, which order authorized UNOCAL's Rincon Unit Well No. 183-E (API No. 30-039-25433) to be drilled at an unorthodox infill gas well location in the Basin-Dakota Pool 1880 feet from the South line and 2080 feet from the East Line (Unit J) of Section 31, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, as to include the Blanco-Mesaverde Pool within the provisions of said order.

It is our understanding that this well was drilled in August 1994 to a total depth of 7750 feet. This well was originally to have been dually completed in the Basin-Dakota Pool and the South Blanco-Tocito Oil Pool, however, the Tocito interval tested "non-productive" and was subsequently "squeezed-off".

It is our understanding at this time that said well is to be dually completed in both the Basin-Dakota and Blanco-Mesaverde Pools, Lots 4, 13, 14, 15, and 16, the SE/4 SW/4, and the S/2 SE/4 (S/2 equivalent) of said Section 31 shall be dedicated to said well to form a 336.32-acre gas spacing and proration unit for the Blanco-Mesaverde Pool.

By the Authority granted me under the provisions of Rule 2(d) of the Special Rules and Regulations for the Blanco-Mesaverde Pool as promulgated by Division Order No. R-8170, as

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830

Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950

Administrative Services
827-5925

Energy Conservation & Management
827-5900

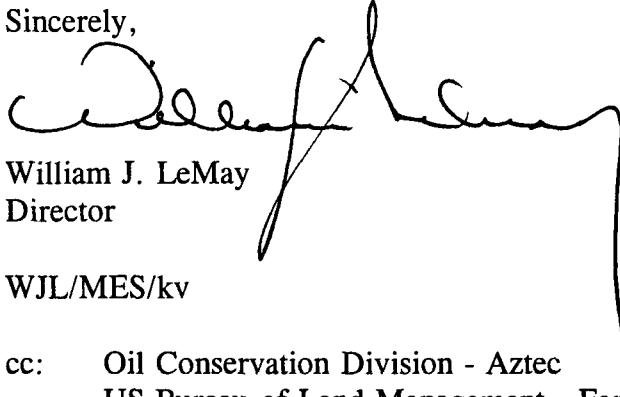
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Oil Conservation
827-7131

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amended, the above-described unorthodox gas well location is hereby approved. All provisions of the original Order NSL-3412 as it pertains to the Basin-Dakota Pool shall remain in full force and effect until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long horizontal stroke extending to the right and a vertical line dropping down from the end.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
Melissa Osborne, UNOCAL - Bloomfield, NM