



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

November 10, 1994

Enery Development Corporation
1000 Louisiana Street - Suite 2900
Houston, Texas 77002

Attention: Mark S. Gerding

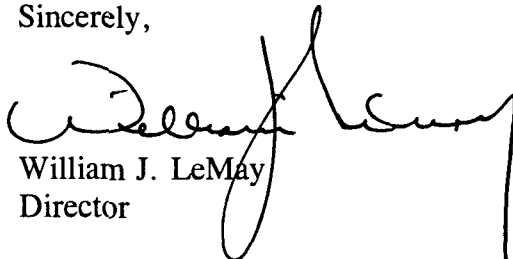
Administrative Order NSL-3433

Dear Mr. Gerding:

Reference is made to your application dated October 5, 1994 for a non-standard oil well location for your proposed San Isidro "5" Well No. 15 to be drilled 1150 feet from the South line and 1620 feet from the East line (Unit O) of Section 5, Township 20 North, Range 2 West, NMPM, Rio Puerco-Mancos Oil Pool, San Isidro (Shallow) Unit, Sandoval County, New Mexico. The S/2 of said Section 5 shall be dedicated to the well forming a standard 320-acre oil spacing and proration unit for said pool.

By the authority granted me under the provisions of Division Memorandum No. 4-86 and the Special Rules and Regulations for the Rio Puerco-Mancos Oil Pool, as promulgated by Division Order No. R-7471, as amended, the above- described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/mes

cc: Oil Conservation Division - Aztec
U. S. BLM - Albuquerque