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



OIL CONSERVATION DIVISION

February 15, 1995

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

Attention: Jim Benson

Administrative Order NSL-3484

Dear Mr. Benson:

Reference is made to your application dated January 16, 1995 for a non-standard South Blanco Tocito oil well location for your proposed Rincon Unit Well No. 11E to be drilled 2080 feet from the South line and 2410 feet from the East line (Unit J) of Section 6, Township 26 North, Range 6 West, NMPM, South Blanco Tocito Oil Pool, Rio Arriba County, New Mexico.

It is our understanding that this well is to be dually completed in both the South Blanco Tocito Oil Pool and the Basin-Dakota Pool. Further, the location of said well is considered standard pursuant to the Special Rules and Regulations for the Basin-Dakota Pool, but is considered unorthodox per Rule 3 of the Special Rules and Regulations for the South Blanco Tocito Oil Pool, as promulgated by Division Order No. R-1191.

By the authority granted me under the provision of said Special Rules and Regulations for the South Blanco Tocito Oil Pool, and Division Memorandum 4-86 dated June 2, 1986, the above-described unorthodox oil well location is hereby approved. Further, the N/2 SE/4 of said Section 6 shall be dedicated to said well forming a standard 80-acre oil spacing and proration unit for said pool.

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 Pecheco Office of the Secretary 827-5950 Administrative Services 827-5925 Energy Conservation & Management 827-5900 Mining and Minerals 827-5970 Oil Conservation 827-7131 Administrative Order NSL-3484 Union Oil Compay of California February 15, 1995 Page 2

Also, UNOCAL shall comply with all provisions of Division General Rule 112-A pertaining to dually completing the Basin-Dakota Pool and the Undesignated South Blanco Tocito Oil Pool in the subject well.

Sincerely, h William J. LeM Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec US Bureau of Land Management - Farmington