STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

May 4, 1995

Amoco Production Company Southern Rockies Business Unit P.O. Box 800 Denver, Colorado 80201

Attention: Pamela W. Staley

Administrative Order NSL-3521

Dear Ms. Staley:

Reference is made to your application dated March 29, 1995 for a non-standard Blanco-Mesaverde gas well location 1910 feet from the North line and 1545 feet from the West line (Unit F) of Section 32, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico, for your existing State Gas Com "D" Well No. 5 (API No. 30-045-11925) which was drilled in 1966 and completed in the Basin-Dakota Pool.

It is our understanding that the Dakota interval has recently been plugged back and said well has been recompleted to the Blanco-Mesaverde Pool and, pursuant to the "General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, said location is unorthodox. Further, the N/2 of said Section 27 shall be dedicated to the well to form a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(c) of said special pool rules, the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMa

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

New Mexico State Land Office - Santa Fe