



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

August 11, 1997

Tom Puff, Oil Operator
c/o Permits West, Inc.
37 Verano Loop
Santa Fe, New Mexico 87505
Attention: Brian Wood

Administrative Order NSL-3843

Dear Mr. Wood:

Reference is made to your application on behalf of the operator, Tom Puff, dated July 18, 1997 for an unorthodox oil well location to test the Morrison formation for the existing Garcia Well No. 4 (API No. 30-039-25587) located 1200 feet from the South line and 925 feet from the East line (Unit P) of Section 24, Township 31 North, Range 2 East, NMPM, as projected into the unsurveyed Tierra Amarilla Land Grant, Rio Arriba County, New Mexico. The SE/4 SE/4 of said Section 24 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit for said interval.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", with a long, sweeping underline that extends to the right.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec