



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

February 9, 1998

Robert L. Bayless
P. O. Box 168
Farmington, NM 87499
Attention: Price M. Bayless

Administrative Order NSL-3939

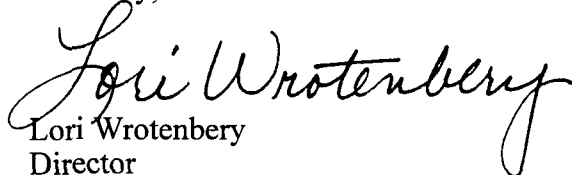
Dear Mr. Bayless:

Reference is made to your application dated January 16, 1998 for a non-standard well location for your proposed Riverine Well No. 2 (API No. 30-045-29504) to be drilled 379 feet from the South line and 1960 feet from the West line (Unit N) of Section 11, Township 29 North, Range 13 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. The SW/4 of said Section 11 shall be dedicated to the well to form a standard 160-acre gas spacing and proration unit for either the Undesignated Fulcher Kutz-Pictured Cliffs Pool or the Undesignated West Kutz-Pictured Cliffs Pool.

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").

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

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec