



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

December 29, 1998

Caulkins Oil Company
P.O. Box 340
Bloomfield, New Mexico 87143
Attention: Robert L. Verquer

Administrative Order NSL-4189

Dear Mr. Verquer:

Reference is made to your application dated December 4, 1998 for an exception to RULE 3 of the "*Special Rules and Regulations for the South Blanco-Tocito Oil Pool*", as promulgated by Division Order No. R-1191, as amended, for the existing Breech "F" Well No. 1-F (**API No. 30-039-25876**), located 1654 feet from the South line and 1526 feet from the West line (Unit K) of Section 33, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico. The E/2 SW/4 of Section 33 is to be dedicated to the well in order to form a standard 80-acre oil spacing and proration unit for this pool.

The subject application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

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

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington