STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

May 11, 1983

TONEY ANAYA

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

ARCO Oil and Gas Company P. O. Box 5540 Denver, Colorado 80217

Attention: W. A. Walther, Jr.

Administrative Order NSP-1363

Gentlemen:

Reference is made to your application for a 191.69-acre non-standard proration unit consisting of the following acreage in the Chacon-Dakota Associated Pool:

RIO ARRIBA COUNTY, NEW MEXICO TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM Section 19: S/2

It is my understanding that this unit is to be dedicated to your Chacon Federal Well No. 5 located 850 feet from the South line and 850 feet from the East line of said Section 19.

By authority granted me under the provisions of Rule 4(b) of Order No. R-5353, the above non-standard proration unit is hereby approved.

Sincerely.

JOE D. RAMEY; Director

JDR/RLS/dr

cc: Oil Conservation Division - Aztec

Oil & Gas Engineering Committee - Hobbs Minerals Management Service - Farmington