

*Rpr.*  
May 25, 2002

Fasken Oil and Ranch, Ltd.  
c/o Holland & Hart LLP  
P. O. Box 2208  
Santa Fe, New Mexico 87504-2208

Telefax No. (505) 983-6043

Attention: William F. Carr

*Administrative Order NSL-4722*

Dear Mr. Carr:

Reference is made to the following: (i) your application dated April 5, 2002 (*pKRV0-209829299*) on behalf of the operator, Fasken Oil and Ranch, Ltd. ("Fasken"); and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Fasken's request for a non-standard gas well location to be applicable to any and all formations and/or pools from the surface to the base of the Morrow formation that are:

- (1) developed on 320-acre spacing; and
- (2) governed under the provisions of either Division Rule 104.C (2), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999, which presently includes but is not necessarily limited to the Undesignated North Burton Flat-Wolfcamp Gas Pool, Burton Flat-Atoka Gas Pool, and Burton Flat-Morrow Gas Pool.

The W/2 of Section 35, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico is to be dedicated to this well in order to form a standard 320-acre stand-up gas spacing and proration unit.

This application has been duly filed under the provisions of Division Rule 104.F, as revised.

The geological interpretation submitted with this application indicates that a well drilled at the proposed unorthodox gas well location will be at a more favorable position within the targeted Morrow channel system than a well drilled at a location considered to be standard for the Burton Flat-Morrow Gas Pool, which is the primary zone of interest, within the proposed unit.

By the authority granted me under the provisions of Division Rule 104.F (2), as revised, the following described well to be drilled at an unorthodox gas well location within this 320-acre unit is hereby approved:

**Slingshot "35" Federal Well No. 1  
2100' FSL & 1980' FEL (Unit J).**

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Lori Wrotenbery  
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia  
U. S. Bureau of Land Management – Carlsbad

**REMARKS:** Your application requested that the Strawn interval be included within the provisions of any order issued in this application; please note however, that pursuant to Rule 2 (B) of the "*Special Rules and Regulations for the Burton Flat-Strawn Gas Pool*", as promulgated by Division Order No. R-8170, as amended, this location is considered to be standard for the proposed unit.