STATE OF NEW MEXICO

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ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



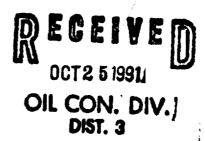
BRUCE KING

October 23, 1991

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

National Cooperative Refinery Association 1775 Sherman Street, Suite 3001 Denver, Colorado 80203

Attention: Morris Bell



Administrative Order NSL-3069

Dear Mr. Bell:

Reference is made to your application dated October 15, 1991 for a non-standard oil well location for your NCRA State 32 Well No. 1 to be located 1615 feet from the South line and 1375 feet from the West line (Unit K) of Section 32, Township 24 North, Range 6 West, NMPM, Counselors Gallup - Dakota Oil Pool, Rio Arriba County, New Mexico. The SW/4 of said Section 32 shall be dedicated to the well forming a standard 160-acre oil spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the Counselors Gallup - Dakota Oil Pool, as promulgated by Division Order No. R-7034, as amended, the above described unorthodox oil well location is hereby approved.

Sincerely,

WILLIAM J. LEMA

Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec

NMSLO - Santa Fe

