

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501

505) 827-5800

May 12, 1986

Dugan Production Corp. P. O. Box 208 Farmington, New Mexico 87499-0208

Attention: Sherman E. Dugan

Administrative Order NSL-2267

Gentlemen:

Reference is made to your application for a non-standard location for your Divide #3 well to be located 1780 feet from the South line and 2120 feet from the West line of Section 35, Township 26 North, Range 2 West, NMPM, Gavilan Mancos Pool, Rio Arriba County, New Mexico. The W/2 of said Section 35 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

R. L. STAMETS, DIRECTOR

RLS/DC/dr

Oil Conservation Division - Aztec

PEGETVEDIV. Bureau of Land Management - Farmington