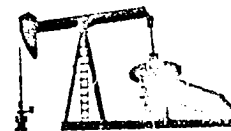




# OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501

LAND COMMISSIONER  
PHIL R. LUCERO



STATE GEOLOGIST  
EMERY C. ARNOLD

DIRECTOR  
JOE D. RAMEY

March 30, 1977

Dugan Production Corporation  
P. O. Box 234  
Farmington, New Mexico 87401

Attention: Mr. Richard Tully

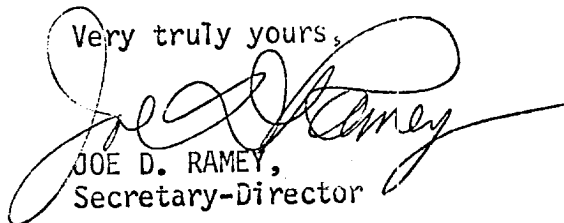
Administrative Order NSL-832

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Sherman Edward Well No. 3 to be located 940 feet from the South line and 2070 feet from the East line of Section 3, Township 29 North, Range 5 West, NMPM, Blanco-Mesaverde Gas Pool, Rio Arriba County, New Mexico. # 2 B.

By authority granted me under the provisions of Rule 104 D II of the Commission Rules and Regulations, the above-described unorthodox location is hereby approved.

Very truly yours,

  
JOE D. RAMEY,  
Secretary-Director

JDR/JEK/dr

cc: Oil Conservation Commission - Aztec  
Oil & Gas Engineering Committee - Hobbs  
U. S. Geological Survey - Farmington