



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

September 20, 1988

Nassau Resources, Inc.
c/o Jerome P. McHugh & Associates
P.O. Box 809
Farmington, NM 87499-0809

Attention: James S. Hazen,
Field Superintendent

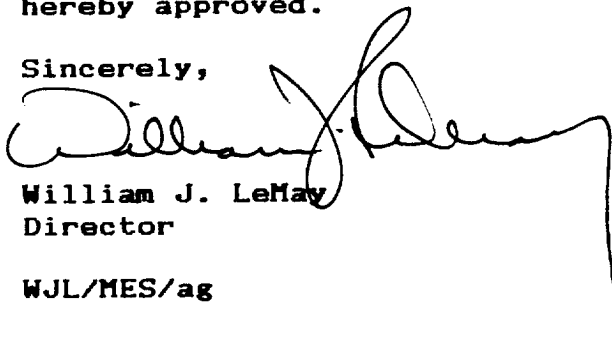
Administrative Order NSL-2582

Dear Mr. Hazen:

Reference is made to your application of August 31, 1988 for a non-standard gas well location for your Carracus Unit "25-B" Well No. 13 to be located 1010 feet from the South line and 580 feet from the West line (Unit M) of Section 25, Township 32 North, Range 4 West, NMPM, to test the Fruitland formation, Rio Arriba County, New Mexico. The SW/4 of said Section 25 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

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

Sincerely,


William J. LeMay
Director
WJL/MES/ag

RECEIVED
SEP 26 1988
OIL CON. DIV.
DIST. 2

cc: Oil Conservation Division - Aztec
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington
US Forest Service - Blanco