



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

January 11, 1991

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

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OIL CON. DIV
DIST. 3

Attention: James S. Hazen

Amended Administrative Order DD-44

Dear Mr. Hazen:

Reference is made to your letter dated December 5, 1990 to amended Division Administrative Order DD-44, which authorized the Carracas Unit 25-B Well No. 13 to be drilled directionally from a surface location 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, Rio Arriba County, New Mexico, to a bottom-hole location in the Basin-Fruitland Coal Gas Pool within 50 feet of a point 1500 feet from the South line and 2400 feet from the West line (Unit K) of said Section 25.

It is our understanding that Nassau wishes to have the 50-foot radius for the bottom-hole location changed to a 100-foot radius since the well is within a standard drilling window for the Basin-Fruitland Coal Gas Pool. Having considered such request as just and reasonable, is in the best interests of conservation and will not violate correlative rights, Nassau's request is hereby approved.

Therefore, Decretory Paragraph No. (1) of said order shall be amended to reflect a 100-foot radius instead of a 50-foot radius. All other provisions of said order shall remain in full force and effect.

Sincerely,

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
US Forest Service - Blanco

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