STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

April 13, 1995

Amoco Production Company Southern Rockies Business Unit P.O. Box 800 Denver, Colorado 80201

Attention: Pamela W. Staley

Administrative Order NSL-1114-A

Dear Ms. Staley:

Reference is made to your application dated March 20, 1995 for a non-standard Blanco-Mesaverde gas well location for your existing Armenta Gas Com "C" Well No. 1E (API No. 30-045-23856) which was drilled in 1980 and completed in the Basin-Dakota Pool at an unorthodox gas well location (approved by Division Administrative Order NSL-1114, dated December 20, 1979) 435 feet from the North line and 1590 feet from the West line (Unit C) of Section 27, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico.

It is our understanding that the Dakota interval has recently been plugged back and recompleted to the Blanco-Mesaverde Pool, which pursuant to the "General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, is also unorthodox. Further, the N/2 of said Section 27 shall be dedicated to the well to form a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(d) of said special pool rules, the above-described unorthodox gas well location is hereby approved.

Sincerely

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Dixision - Aztec

File: NSL-1114