



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

November 16, 1988

S.E.R.H., Inc.
c/o A. R. Kendrick
Box 516
Aztec, NM 87410

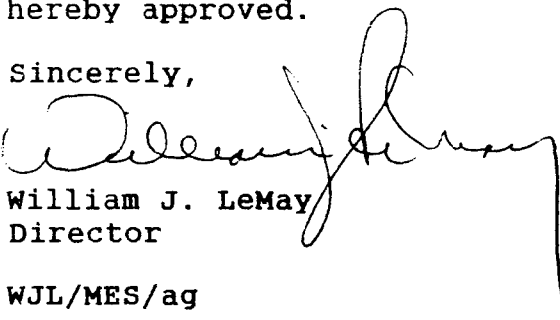
Administrative Order NSL-2606

Dear Mr. Kendrick:

Reference is made to your application of September 16, 1988 on behalf of S.E.R.H., Inc. for a non-standard gas well location for the Navajo "5" Well No. 3 to be located 660 feet from the North line and 435 feet from the East line (Unit A) of Section 5, Township 26 North, Range 19 West, NMPM, Undesignated Beautiful Mountain-Mississippian Pool, San Juan County, New Mexico. The NE/4 of said Section 5 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

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

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