STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

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

November 19, 1990

BHP Petroleum (Americas), Inc. c/o James Bruce 500 Marquette, NW Suite 800 Albuquerque, NM 87102-2121

Administrative Order NSL-2942

Dear Mr. Bruce:

Reference is made to your application on behalf of BHP Petroleum, Inc. dated October 5, 1990 for a non-standard gas well location to be drilled 660 feet from the North line and 990 feet from the West line (Unit D) of Section 24, Township 8 South, Range 27 East, NMPM, to test the Ordovician formation, Chaves County, New Mexico. The N/2 of said Section 24 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

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

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Artesia