



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

BRUCE KING  
GOVERNOR

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

September 30, 1991

BHP Petroleum  
5847 San Felipe  
Suite 3600  
Houston, Texas 77057

Attention: Carl Kolbe

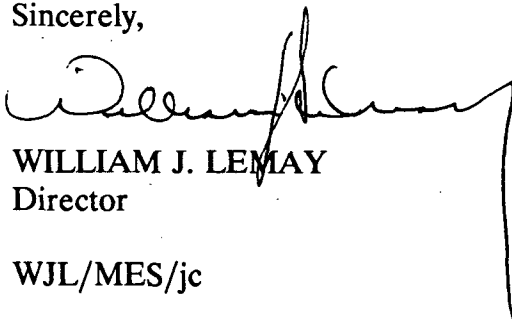
*Administrative Order NSL-3059*

Dear Mr. Kolbe:

Reference is made to your application dated September 17, 1991 for a non-standard gas well location for your Gallegos Canyon Unit Well No. 521 to be located 1613 feet from the South line and 584 feet from the West line (Unit L) of Section 36, Township 29 North, Range 12 West, NMPM, Undesignated West Kutz Pictured Cliffs Pool, San Juan County, New Mexico. The SW/4 of said Section 36 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 104.F.1. the above described unorthodox gas well location is hereby approved.

Sincerely,



WILLIAM J. LEMAY  
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec  
NMSLO - Santa Fe