



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



May 8, 1992

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

Cole Production Company
P.O. Box 191
Farmington, New Mexico 87499

Attention: Neel L. Duncan

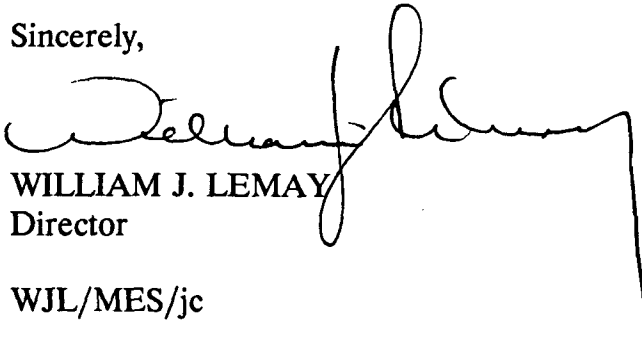
Administrative Order NSL-3113

Dear Mr. Duncan:

Reference is made to your application dated August 20, 1991 for a non-standard oil well location for your Rincon "19" Well No. 4 to be drilled 2390 feet from the South line and 810 feet from the East line (Unit I) of Section 19, Township 24 North, Range 6 West, NMPM, Devils Fork Gallup Associated Pool, Rio Arriba County, New Mexico. The SE/4 of said Section 19 shall be dedicated to the well forming a standard 160-acre oil spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 2(b) of the Special Rules and Regulations for the Devils Fork Gallup Associated Pool and of the General Rules and Regulations for the Associated oil and Gas Pools of Northwest New Mexico as promulgated by Division Order No R-5353, as amended, the above-described unorthodox oil well location is hereby approved.

Sincerely,


WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec
U.S. BLM - Farmington

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

Rec. 10/18/91
Admin 5/8/91

GARREY CARRUTHERS
GOVERNOR

October 17, 1989

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

~~Bannon Energy Incorporated~~
~~3934 F.M. 1960 West, Suite 240~~
~~Houston, TX 77068~~

Cole Production Co.
P.O. Box 191
Farmington, NM 87499

Attention: ~~W.J. Holcomb~~
~~Operating Agent~~

Neal L. Duncan

Administrative Order NSL-2701

3113

Dear Mr. ~~Holcomb~~:

Duncan Rincon

dated August 20, 1991

Reference is made to your application of ~~August 23, 1989~~ for a non-standard oil well location for your Lybrook "19" Well No. 42R to be drilled located ~~2257~~ feet from the South line and ~~2094~~ feet from the West line (Unit ~~X~~) of Section 19, Township 24 North, Range 6 West, NMPM, Devils Fork Gallup Associated Pool, Rio Arriba County, New Mexico. The ~~SW 1/4~~ of said Section 19 shall be dedicated to the well forming a standard 160-acre oil spacing and proration unit for said pool.

2390

SE/4

By the authority granted me under the provisions of Rule 2(b) of the Special Rules and Regulations for the Devils Fork Gallup Associated Pool and of the General Rules and Regulations for the Associated Oil and Gas Pools of Northwest New Mexico as promulgated by Division Order No. R-5353, as amended, the above-described unorthodox oil well location is hereby approved.

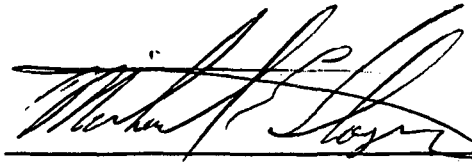
Sincerely,

William J. LeMay
William J. LeMay
Director
WJL/MES/ag

cc: Oil Conservation Division - Aztec
~~NM Oil and Gas Engineering Committee - Hobbs~~
US Bureau of Land Management - Farmington

Also, Exhibit "C", is a letter from the U.S. Bureau of Land Management, dated April 13, 1992, recommending the area be designated a tight formation. Said exhibits are being provided as supporting data required under 18 CFR §271.703 of the FERC regulations.

Respectfully submitted this 15th day of April, 1992.

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner
Chief Hearing Officer/Engineer