STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

March 30, 1993

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

ARCO Oil and Gas Company P.O. Box 1610 Midland, TX 79702

Attention: Tony Long

Administrative Order NSL-3233

Dear Mr. Long:

Reference is made to your application dated March 19, 1993, for a non-standard Kutz-Gallup oil well location for your existing Schlosser WN Federal Well No. 1-E, which was drilled in 1980 and completed in the Basin Dakota Pool at a standard gas well location 1795 feet from the South line and 1575 feet from the West line (Unit K) of Section 10, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Dakota zone was recently plugged back and said well was recompleted to the Undesignated Kutz-Gallup Oil Pool, which pursuant to Division General Rule 104.C(1), is unorthodox. Further, the NE/4 SW/4 of said Section 10 shall be dedicated to the well forming a standard 40-acre oil spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 104.F(1), the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington