STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

March 3, 1994

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

Texaco Exploration and Production Company P.O. Box 3109
Midland, TX 79702

Attention: C.P. Basham

Administrative Order NSL-3358

Dear Mr. Basham:

Reference is made to your application dated January 27, 1994 to drill the L.L. McConnell Well No. 15 2310 feet from the South line and 330 feet from the West line (Unit L) of Section 29, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, and complete in both the Blanco Mesaverde (Gas) and the West Lindrith Gallup-Dakota Oil Pools. Pursuant to the Special Rules and Regulations applicable to both pools, said location is considered to be non-standard.

By the authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the West Lindrith Gallup-Dakota Oil Pool, as promulgated by Division Order No. R-4314-A, as amended, and Rule 2(c) of the General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blanco Mesaverde Pool, as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox oil/gas well location is hereby approved.

The SW/4 of said Section 29 shall be dedicated to the well to form a standard 160-acre oil spacing and proration unit for the West Lindrith Gallup-Dakota Oil Pool and the S/2 of said Section 29 shall be dedicated to the well to form a standard 320-acre gas spacing and proration unit for the Blanco Mesaverde Pool.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division | Aztec

US Bureau of Land Management - Albuquerque