STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

March 22, 1994

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

BHP Petroleum (Americas), Inc. P.O. Box 977 Farmington, NM 87499

Attention: Fred Lowry

Administrative Order NSL-3371

Dear Mr. Lowry:

Reference is made to your application dated February 22, 1994, for a non-standard gas well location for you Gallegos Canyon Unit Well No. 529 to be drilled 2119 feet from the South line and 1398 feet from the East line (Unit J) of Section 36, Township 29 North, Range 12 West, NMPM, Undesignated West Kutz-Pictured Cliffs Pool, San Juan County, New Mexico. The SE/4 of said Section 36 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

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

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

New Mexico State Land Office - Santa Fe