STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

July 26, 1994

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

UNOCAL P.O. Box 2620 Casper, WY 82602-2620

Attention: Jim Benson

Administrative Order NSL-3412

Dear Mr. Benson:

Reference is made to your application dated May 25, 1994 for a unorthodox infill gas well location in the Basin-Dakota Pool for the Rincon Unit Well No. 183-E to be drilled 1880 feet from the South line and 2080 feet from the East line (Unit J) of Section 31, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico. The existing gas spacing and proration unit comprising the S/2 equivalent of said Section 31 shall be dedicated to the well.

It is our understanding said well is to be dually completed with the Undesignated South Blanco-Tocito Oil Pool in which the N/2 SE/4 equivalent of said Section 31 shall be dedicated to the well forming a 83.90-acre oil spacing and proration unit. The above-referenced well location is standard for said pool.

By the authority granted me under the provisions of Rule 2(d) of the Special Rules and Regulations for the Basin-Dakota Pool as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeM

Director

WJL/MES/amg

cc: Oil Conservation Division - Aktec

US Bureau of Land Management - Farmington Melissa Osborne, UNOCAL - Bloomfield, NM