STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

March 1, 1995

EnRe Corporation c/o Permits West, Inc. 37 Verano Loop Santa Fe, New Mexico 87505

Attention: Brian Wood

Administrative Order NSL-3491

Dear Mr. Wood:

Reference is made to your application dated February 25, 1995 on behalf of the operator EnRe Corporation for a non-standard Blanco-Mesaverde gas well location for the existing Leavry Canyon 24-N Well No. 1 (API No. 30-039-25229) which was drilled in 1992 to test the West Puerto Chiquito Mancos Oil Pool at a previously approved unorthodox oil well location (Division Order No. R-9720, dated September 11, 1992) 1025 feet from the South line and 2030 feet from the West line (Unit N) of Section 24, Township 27 North, Range 2 West, NMPM, Rio Arriba County, New Mexico.

It is my understanding that the well will be recompleted to the Blanco-Mesaverde Pool, which pursuant to the Special Rules and Regulations for the Pool as promulgated by Division Order No. R-8170, as amended, is unorthodox. Further, the S/2 of said Section 24 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(c) of said special pool rules, the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington