



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 11, 1996

Amoco Production Company
Southern Rockies Business Unit
P.O. Box 800
Denver, Colorado 80201
Attention: Pamela W. Staley

Administrative Order NSL(BHL)-3639

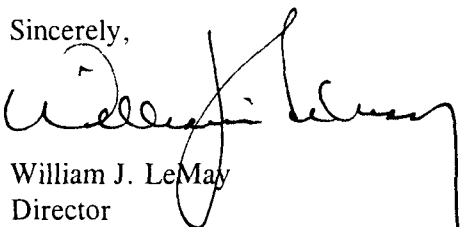
Dear Ms. Staley:

Reference is made to your application dated February 6, 1996 for a non-standard (bottomhole) Blanco-Mesaverde infill gas well location on an existing 302.63-acre non-standard gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool comprising Lots 9 through 16 (S/2 equivalent) of Section 17, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the Stanolind Gas Com "D" Well No. 1 (API No. 30-045-23779), located at a standard gas well location 1820 feet from the South line and 1590 feet from the East line (Lot 10/Unit J) of said Section 17.

It is our understanding that the subject well in this application, the Stanolind Gas Com "D" Well No. 1-A (API No. 30-045-29313), located at a standard (surface) gas well location 1010 feet from the South line and 1710 feet from the West line (Lot 14/Unit N) of said Section 17 was drilled to a total depth of 4,781 feet in late December (1995) and early January (1996), however the wellbore experienced severe drift which caused the well to deviate approximately 33 degrees from its original surface location. The resulting bottomhole location in the Blanco-Mesaverde Pool is 2461 feet from the South line and 1403 feet from the West line (Lot 11/Unit K) of said Section 17, which is unorthodox pursuant to **Rule 2(b)2** of the "*Special Rules and Regulations for the Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended.

By the authority granted me under the provisions of **Rule 2(d)** of said Special Pool Rules the resulting bottomhole (infill) gas well location of the Stanolind Gas Com "D" Well No. 1-A in the Blanco-Mesaverde Pool is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington