STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

May 3, 1996

Rocanville Corporation c/o Joe Elledge Oil and Gas Property Management Attention: Randy J. Elledge P.O. Box 111 Farmington, New Mexico 87499

Administrative Order NSL-3668

Dear Mr. Elledge:

Reference is made to your application on behalf of the operator, Rocanville Corporation of Dallas, Texas, dated March 27, 1996 for a non-standard Pictured Cliffs/Fruitland Sand gas well location for your existing Fairfield Well No. 3 (API No. 30-045-06525), which was drilled in 1963 and completed in the Basin-Dakota Pool at a standard gas well location (for that pool) 2110 feet from the North line and 1850 feet from the West line (Unit F) of Section 14, Township 27 North, Range 13 West, NMPM, San Juan County, New Mexico.

It is our understanding that the Basin-Dakota interval is to be properly plugged back and said well will be recompleted to the Undesignated WAW-Fruitland Sand-Pictured Cliffs Pool, which pursuant to Division General Rule 104.C(3) said well location is considered to be unorthodox for the Undesignated WAW-Fruitland Sand-Pictured Cliffs Pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox Fruitland Sand/Pictured Cliffs gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U.S. Bureau of Land Management - Farmington