

- (4) The applicant has presented satisfactory evidence that all requirements prescribed in General Rule 111 will be met; and
- (5) All off-set operators have signed waivers for this application.

IT IS THEREFORE ORDERED THAT:

(1) Dusty Mac Resources, Inc. is hereby authorized to sidetrack its Tom Brown, Inc. Madera Federal "25" Well No. 1 located at a standard surface location 1980 feet from the South and East lines (Unit J) of Section 25, Township 26 South, Range 34 East, NMPM, Lea County, New Mexico, and recompleat back into the Southwest Jabalina-Atoka Gas Pool by kicking off from the vertical in an easterly direction at a depth of approximately 13,025 feet, and directionally drilling to a target point described as 1980 feet from the South line and 1280 feet from the East line of said Section 25.

PROVIDED HOWEVER THAT during or upon completion of directional drilling operations, the applicant shall conduct an accurate wellbore survey from the kick-off point to total depth in order that the subsurface bottomhole location, as well as the wellbore's true depth and course, may be determined.

(2) The applicant shall notify the supervisor of the Hobbs district office of the Division of the date and time said wellbore surveys are to be conducted so that they may be witnessed. The applicant shall further provide a copy of said wellbore surveys to the Santa Fe and Hobbs offices of the Division upon completion.

(3) Form C-105 shall be filed in accordance with Division Rule 1105 and the operator shall indicate thereon true vertical depth in addition to measured depths.

(4) The standard 320-acre gas spacing and proration unit comprising the S/2 of said Section 25 currently dedicated to said well shall remain as the assigned spacing and proration unit for the subject well.

(5) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.