

No. 10755

No. R-9949

No. 3

(9) The respective quarter-quarter section wherein any of the subject wells are located, being a standard 40-acre oil spacing and proration unit in the Scarborough Yates-Seven Rivers Pool in accordance with the Special Rules and Regulations for said pool as promulgated by Division Order No. R-2999, as amended; is to be dedicated to such well.

(10) Any and all applicable oil allocation rules, policies and/or procedures affecting subject wells and units are to remain in full force and effect until further notice.

IT IS THEREFORE ORDERED THAT:

(1) The application of Hal J. Rasmussen Operating, Inc. for three unorthodox oil well locations to be drilled as producing oil wells in the Scarborough Eaves Pressure Maintenance Project is hereby approved. Said wells are all to be located in the Eaves "A" Pool in Township 26 South, Range 37 East, NMPM, Scarborough Yates-Seven Rivers Pool, Lincoln County, New Mexico, as follows:

| WELL NO. | FOOTAGE LOCATION | UNIT | SECTION |
|----------|------------------------------------|------|---------|
| 18 | 160' FNL - 2173' FEL | B | 30 |
| 19 | 1414' FSL - 3190' FEL (≈2108' FWL) | K | 19 |
| 20 | 2570' FNL - 3538' FEL (≈1758' FWL) | F | 19 |

FURTHER: The applicant is also authorized to drill its Eaves "B" Well No. 20 at an unorthodox oil well location in the Scarborough Yates-Seven Rivers Pool 1414 feet from the South line and 429 feet from the East line (Unit I) of said Section 30.

(2) The quarter-quarter section wherein any of the above-described wells is located in either said Sections 19 or 30 shall be dedicated to such well.

IT IS FURTHER ORDERED THAT:

(3) Any and all applicable oil allocation rules, policies and/or procedures affecting subject wells and units are to remain in full force and effect until further notice.

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