



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 4, 1988

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

BCO, Inc.
c/o Padilla & Snyder
P. O. Box 2523
Santa Fe, New Mexico 87504-2523

Attention: Ernest L. Padilla

Re: Application of an Unorthodox
Gas Well Location for the
State "J" Well No. 1 located
540 feet from the North line
and 820 feet from the East
line (Unit A) of Section 16,
Township 23 North, Range 7
West, NMPM, Undesignated
Lybrook-Gallup Oil Pool, Rio
Arriba County, New Mexico.

Dear Mr. Padilla:

Per your letter dated September 21, 1988, it is the
consensus of the Division Director at a staff meeting
held October 4, 1988, that a filing for a non-standard
gas well location for this well is unnecessary. I
apologize for any inconvenience my requiring this filing
has caused.

Sincerely,

MICHAEL E. STOGNER
Administrative Application
Reviewer

MES/fd

cc: Vic Lyon
William J. LeMay
✓ Frank Chavez
BCO, Inc.