STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

April 3, 1989

GARREY CARRUTHERS
GOVERNOR
ROBERT L. Bayless
P.O. Box 168
Farmington, NM 87499

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

Will with

Attention: Kevin H. McCord

Petroleum Engineer

Administrative Order NSP-1569

Dear Mr. McCord:

Reference is made to your application of January 3, 1989 and February 8, 1989, for a 160-acre non-standard gas proration unit consisting of the following acreage in the Basin-Fruitland Coal (Gas) Pool:

SAN JUAN COUNTY, NEW MEXICO TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 34: NW/4

It is my understanding that this unit is to be dedicated to your Ruby Well No. 1, which is presently producing from the WAW Fruitland-Pictured Cliffs Sand Pool and is located at a previously authorized unorthodox coal gas well location, pursuant to Decretory Paragraph No. 4 of Division Order No. R-8768, 790 feet from the North line and 1790 feet from the West line (Unit C) of said Section 34.

By authority granted me under the provisions of Rule 6 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool, as promulgated by said Order No. R-8768, the above non-standard gas proration unit is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

NM Oil and Gas Engineering Committee - Hobbs U.S. Bureau of Land Management - Farmington

APRO 5 1989
OIL CON. DIV.
DIST. 3