



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

August 20, 1999

RECEIVED  
AUG 23 1999

Conoco, Inc.  
10 Desta Drive - 100W  
Midland, Texas 79705-4500

OIL CON. DIV.  
DIST. 3

Attention: Kay Maddox

E-36-29N-11W  
State A GAS Com #1 E

Re: *Administrative application of Conoco, Inc. dated August 1, 1999 to amend Division Administrative Order NSL-4197, dated January 11, 1999, by reorienting the dedicated acreage from a standard lay-down 320-acre unit comprising the N/2 of Section 36, Township 29 North, Range 11 West, NMPM, Basin-Fruitland Coal (Gas) Pool, San Juan County, New Mexico, to a standard lay-down 320-acre unit comprising the W/2 of Section 36*

Dear Ms. Maddox:

Why is Conoco seeking this request? How will the Fruitland coal gas ultimately be developed in Section 36?

Thank you for your cooperation in this matter.

Sincerely

Michael E. Stogner  
Chief Hearing Officer/Engineer

cc: ~~New Mexico Oil Conservation Division - Aztec~~  
W. Thomas Kellahin, Legal Counsel for Conoco, Inc. - Santa Fe