

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor Jennifer A. Salisbury Cabinet Secretary

July 10, 2000

Lori Wrotenbery
Director
Oil Conservation Division

JUL 2000

RECEIVED

ON ON ON

Administrative Order NSL-4484

Vastar Resources, Inc. 15375 Memorial Drive Houston, Texas 77079 Attention: Michael Rodgers

Dear Mr. Rodgers:

Reference is made to the following: (i) your application dated June 19, 2000; and (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe, including the file on Division Case No. 9559: all concerning Vastar Resources, Inc.'s request for an off-pattern non-standard Basin-Fruitland coal gas well location for the proposed Carracas "25-A" Well No. 16 to be drilled 585 feet from the South line and 710 feet from the East line (Unit P) of Section 25, Township 32 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. The E/2 of Section 25 is to be dedicated to this well in order to form a standard 320-acre stand-up gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

By the authority granted me under the provisions of Rule 8 of the "Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool," as promulgated by Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

U. S. Forest Service - Bloomfield