



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

March 4, 1988

GARREY CARRUTHERS  
GOVERNOR

Jerome P. McHugh & Associates  
P.O. Box 809  
Farmington, New Mexico 87499-0809

Attention: James S. Hazen

RECEIVED  
MAR 03 1988  
OIL CON. DIV.  
DIST. 3

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

Re: Administrative  
Order OLM-9

Dear Sir:

Reference is made to your letter dated February 3, 1988, whereby you requested authorization from the Division to meter the gas produced from the Emerald City Well No. 1 located 1856 feet from the North and West lines (Unit F) of Section 13, Township 31 North, Range 13 West, N20E, Basin Dakota Gas Pool, San Juan County, New Mexico, at the location where the well ties into El Paso Natural Gas Company's system located in Unit B of Section 14, Township 31 North, Range 13 West.

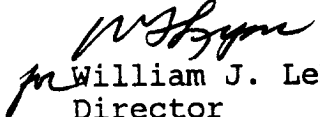
Since double measurements would constitute separate sales, you are hereby authorized to meter the gas produced from the Emerald City Well No. 1 off lease at the point described above subject to the following conditions:

1. All flow lines shall be maintained in a safe and adequate condition and any leaks or failures must be reported to the Division.
2. All separation and liquids storage facilities shall be located on the originating lease.
3. The meter shall be read and maintained by the gas purchaser.
4. Federal or State approval required where applicable.

In addition, all production, storage, transportation, sales, and other operations shall comply with Division Rules and Regulations. It is the responsibility of the operator to notify the transporter of this approval.



Sincerely,

  
William J. LeMay  
Director

xc: OCD-Aztec

