



January 10, 1995

Amoco Production Company P.O. Box 800 Denver, Colorado 80201

Attention: J. W. Hawkins

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OIL CON. DIV.

Administrative Order NSL-3458(NSP)

Dear Mr. Hawkins:

Reference is made to your application dated November 21, 1994 for a non-standard Basin-Fruitland coal gas well location for your existing Stanolind Gas Com "E" Well No. 1 (API No. 30-045-24149), located 1390 feet from the South line and 890 feet from the East line (Lot 6/Unit I) of irregular Section 9, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico, which was drilled in 1980 to a total depth of 7,109 feet. Since that time this well has produced from the Blanco-Mesaverde Pool, the McDermott-Gallup Pool, and the Greenhorn formation.

It is our understanding that the Greenhorn and Gallup intervals have been properly plugged off and that Amoco intends to dually complete the Blanco-Mesaverde Pool and the Basin-Fruitland Coal (Gas) Pool in said well. The existing 280.38-acre non-standard gas spacing and proration in the Blanco-Mesaverde Pool comprising all of said Section 9 is currently dedicated to said well. It is further our understanding that this same acreage is to be dedicated to the Basin-Fruitland Coal (Gas) Pool.

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147 827-7465 2040 South Pacheco
Office of the Secretary

827-5950 Administrative Services

827-5925

Energy Conservation & Management 827-5900 Mining and Minerals

827-5970 Oil Conservation

827-7131

By the authority granted me under the provisions of Rules 6 and 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 and non-standard gas spacing and proration unit are hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington