STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

December 15, 1992

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

Amoco Production Company Attention: J.W. Hawkins P.O. Box 800 Denver, CO 80201

Administrative Order NSL-1001-A(NSP)

Dear Mr. Hawkins:

Reference is made to your application dated November 4, 1992, 1992 for a non-standard Basin-Fruitland coal gas well location for your existing Jackson Well No. 3 which was drilled in 1982 and completed in the Basin Dakota Pool at a previously approved (Division Administrative Order NSL-1001, dated December 18, 1978) unorthodox gas well location 1430 feet from the South line and 1140 feet from the East line (Unit I) of Section 10, Township 28 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Basin Dakota zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, all of said Section 10 shall be dedicated to the well forming a non-standard 270.36-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rules 6 and 8 of said Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location and non-standard gas proration unit are hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington

File: NSL-1001