

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

October 23, 1991

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

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

Attention: J.W. Hawkins

Administrative Order NSL-3068

Dear Bill:

Reference is made to your application dated October 1, 1991 for a non-standard Basin-Fruitland coal gas well location for your existing Lodewick Well No. 1 which was drilled in 1951 and completed in the Fulcher Kutz Pictured Cliffs Pool at a standard gas well location 990 feet from the South and East lines (Unit P) of Section 18, Township 27 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Pictured Cliffs 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, Lots 3 and 4, the E/2 SW/4, and SE/4 (S/2 equivalent) of said Section 18 shall be dedicated to the well forming a standard 321.08-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 8 of the Division Order No. R-8768, as amended, the above described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. Lemay".

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec
U.S. BLM - Farmington