

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

November 11, 1992

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

ANITA LOCKWOOD  
CABINET SECRETARY

General Minerals Corporation  
c/o Walsh Engineering & Production Corp.  
Attention: Paul C. Thompson  
204 N. Auburn  
Farmington, NM 87401

*Administrative Order NSL-3189*

Dear Mr. Thompson:

Reference is made to your application dated October 19, 1992 for a non-standard Basin-Fruitland coal gas well location for your existing Callow Well No. 1 which was drilled in 1952 and completed in the West Kutz-Pictured Cliffs Pool at a standard gas well location 1650 feet from the South line and 990 feet from the East line (Unit I) of Section 27, Township 29 North, Range 13 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, E/2 of said Section 27 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said 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/amg

cc: Oil Conservation Division - Aztec  
US Bureau of Land Management - Farmington