



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 19, 1997

Dekalb Energy Company
c/o William F. Carr
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Administrative Order NSL-3906

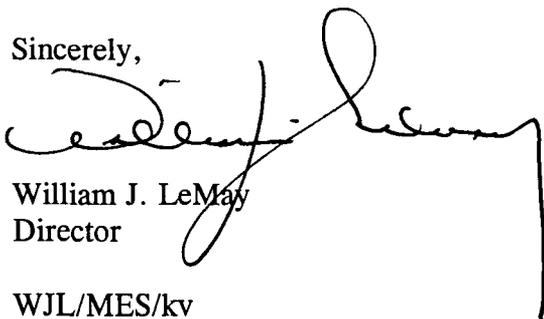
Dear Mr. Carr:

Reference is made to the following: (i) your original application dated April 26, 1991 on behalf of the operator at that time Dekalb Energy Company ("Dekalb"); (ii) the Division's initial response to said application by letter from Mr. Michael E. Stogner dated May 8, 1991; (iii) your response by letter dated May 29, 1991; (iv) a second letter from Mr. Michael E. Stogner dated June 3, 1991 requesting further explanation; and, (v) to the records of the Division in Santa Fe: all concerning Dekalb's request for a non-standard Basin-Fruitland coal gas well location for the existing Federal "30" Well No. 44 (API No. 30-045-24814), which was drilled in 1981 and completed in the West Kutz-Pictured Cliffs Pool at a standard gas well location 990 feet from the South and East lines (Unit P) of Section 30, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico.

Pursuant to the "*Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool*," as promulgated by Division Order No. R-8768, as amended, the subject well is off-pattern and unorthodox. Further, the S/2 of said Section 30 is to be dedicated to the well to form 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 Order No. R-8768, as amended, the above-described unorthodox coal gas well location for the Federal "30" Well No. 44 is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington