



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

July 17, 1997

Conoco, Inc.
10 Desta Drive - Suite 100W
Midland, Texas 79705-4500

Attention: Jerry W. Hoover

Re: Administrative application for a non-standard coal gas well location for Conoco's Federal Well No. 21 (API No. 30-045-24183) located 315 feet from the North line and 720 feet from the West line (Unit D) of Section 9, Township 27 North, Range 8 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico.

Dear Mr. Hoover:

In my initial review of the subject application, I was unable to locate the Division's authorization of an unorthodox Chacra gas well location for the subject well. Do you have any record of this, if so please provide me with a copy of said order. Should such authorization not exist, please amend your application at this time to include this interval in your application.

Thank you for your cooperation in this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner".

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec
William J. LeMay, Director - OCD, Santa Fe
W. Thomas Kellahin - Santa Fe