ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



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

November 8, 1988

Blackwood & Nichols Co., Ltd. P.O. Box 1237 Durango, CO 81302

Attention: William F. Clark Operations Manager

Administrative Order NSL-2599

Dear Mr. Clark:

Reference is made to your application of October 31, 1988 for a non-standard coal gas well location for your Northeast Blanco Unit Well No. 421 to be located 215 feet from the South line and 740 feet from the East line (Unit P) of Section 4, Township 30 North, Range 7 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. The E/2 of said Section 4 shall be dedicated to the well forming a standard 320-acre, more or less, gas spacing and proration unit.

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

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec New Mexico Oil & Gas Engineering Committee - Hobbs US Bureau of Land Management - Farmington