STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS

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-2600

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. 431 to be located 795 feet from the South line and 1825 feet from the East line (Unit O) of Section 17, Township 30 North, Range 7 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. The S/2 of said Section 17 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. LeMdy Director

WJL/MES/ag

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