STATE OF NEW MEXICO



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

January 23, 1989

Jerome P. McHugh P.O. Box 809 Farmington, NM 87499-0809

Attention: Fran Perrin

Administrative Order NSL-2613

Dear Ms. Perrin:

Reference is made to your application of December 15, 1988 for a non-standard coal gas well location for your Carracas Mesa 14 Well No. 1 to be located 1100 feet from the North and West lines (Unit D) of Section 14, Township 32 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The N/2 of said Section 14 shall be dedicated to the well forming a standard 320acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/ag

Oil Conservation Division - Aztec cc:

New Mexico Oil & Gas Engineering Committee - Hobbs

U.S. Bureau of Land Management - Farmington

Vic Lyon