



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
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April 3, 1990

Hixon Development Co.
P.O. Box 2810
Farmington, NM 87499

Attention: John C. Corbett, Vice-President

Administrative Order NSL-2775

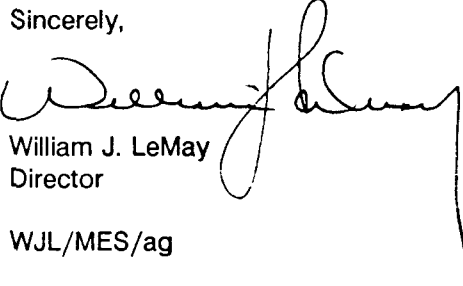
Dear Mr. Corbett:

Reference is made to your application of March 6, 1990 for a non-standard coal gas well location for your Famous Amos Well No. 1 which was drilled in June, 1989 to test the Pictured Cliffs formation at a standard gas well location 990 feet from the North line and 1750 feet from the West line (Unit C) of Section 31, Township 25 North, Range 10 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. Lots 1 and 2, the NE/4 and the E/2 NW/4 of said Section 31 shall be dedicated to the well forming a standard 319.28-acre gas spacing and proration unit for said pool.

It is my understanding that the Pictured Cliffs zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal (Gas) Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool, as promulgated by Division Order No. R-8768, is unorthodox.

By the authority granted me under the provisions of Rule 8 of said 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
US Bureau of Land Management - Farmington