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

October 30, 1997

Bonneville Fuels Corporation 1660 Lincoln - Suite 1800 Denver, Colorado 80264 Attention: Alan L. Merrill

Administrative Order NSL-2889-A

Dear Mr. Merrill:

Reference is made to your application dated September 29, 1997 for an unorthodox gas well location in the Undesignated Gallegos-Fruitland Sand Pool for the existing Fullerton Federal "14" Well No. 33 (API No. 30-045-28356), which was drilled in 1990 and completed in the West Kutz-Pictured Cliffs Pool at an unorthodox gas well location (approved by Division Administrative Order NSL-2889, dated October 11, 1990, as corrected on January 11, 1991) 2420 feet from the South line and 1995 feet from the East line (Unit J) of Section 14, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico.

It is our understanding that Bonneville Fuels intends to downhole commingle within the wellbore of the Fullerton Federal "14" Well No. 33 gas production from the West Kutz-Pictured Cliffs Pool with conventional gas production from the Undesignated Gallegos-Fruitland Sand Pool and, pursuant to Division General Rule 104.C(3)(a), said well location is considered to be unorthodox for the gas bearing Fruitland sand interval.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox Fruitland sand gas well location is hereby approved.

Further, all provisions of said original Order NSL-2889, as corrected, shall remain in full force and affect until further notice.

Sincerely,

William J. LeMa

Director

WJL/MES/k

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

File: NSL-2889

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

January 11, 1991

Bonneville Fuels Corporation 1600 Broadway, Suite 1110 Denver, CO 80202

Attention: L.D. Lillo

Corrected Administrative Order NSL-2889

Dear Mr. Lillo:

It has been called to my attention that the well referenced in Division Administrative Order NSL-2889, dated October 11, 1990 is not correctly identified.

The subject well in this matter is hereby corrected to read, "Fullerton Federal "14" Well No. 33."

All other provisions of said Order NSL-28889 shall remain in full force and effect until further notice.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

MES/ag

cc:

Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington