STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 17, 1990

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

Union Oil Company of California 3300 North Butler Avenue, Suite 200 Farmington, NM 87401

Attention: Bill Hering

Administrative Order NSL-2901

Dear Mr. Hering:

Reference is made to your application dated September 10, 1990 for a non-standard Basin-Fruitland coal gas well location for your existing Rincon Unit Well No. 19 which was drilled in 1953 and completed in the South Blanco Pictured Cliffs Pool at a standard gas well location 1650 feet from the North line and 990 feet from the West line (Unit E) of Section 30, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

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. Further, Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of said Section 30 shall be dedicated to the well forming a standard 319.08-acre gas spacing and proration unit for said pool.

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. LeMa

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington