STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

November 6, 1990

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

Falcon Seaboard Gas Company c/o A.R. Kendrick Box 516 Aztec, NM 87410-0516

Administrative Order NSL-2928

Dear Mr. Kendrick:

Reference is made to your application on behalf of Falcon Seaboard Gas Company dated October 1, 1990 for a non-standard coal gas well location for the 29-4 Carson 3 Well No. 1 to be located 989 feet from the North line and 1087 feet from the West line (Unit D) of Section 3, Township 29 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. Lots 3 and 4, the S/2 NW/4 and the SW/4 (W/2 equivalent) of said Section 3 shall be dedicated to the well forming a standard 319.81-acre 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

cc: Oil Conservation Division - Aztec US Bureau of Land Management - Farmington US Forest Service - Blanco