



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

December 13, 1990

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

Phillips Petroleum Company 4001 Penbrook Room 401 Odessa, TX 79762

Attention: L. M. Sanders

Administrative Order NSL-2962

Dear Mr. Sanders:

Reference is made to your application dated December 7, 1990 for a non-standard coal gas well location for your San Juan 29-6 Unit Well No. 259 to be located 1304 feet from the North line and 2401 feet from the East line (Unit B) of Section 9, Township 29 North, Range 6 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The E/2 of said Section 9 shall be dedicated to the well forming a standard 320-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