

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 31, 1991

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

Attention: L.D. Lillo

Administrative Order NSL-2986

Dear Mr. Lillo:

Reference is made to your application dated January 23, 1991 for a non-standard gas well location for your Scott E. Federal 23 Well No. 42 to be located 1620 feet from the North line and 330 feet from the East line (Unit H) of Section 23, Township 27 North, Range 11 West, NMPM, West Kutz-Pictured Cliffs Gas Pool, San Juan County, New Mexico. The NE/4 of said Section 23 shall be dedicated to the well forming a standard 160-acre standard spacing and proration unit.

By the authority granted me under the provisions of General Rule 104F.I. the abovedescribed unorthodox gas well location is hereby approved.

Sincerely. William J. LeMay Director WJL/JHM/ag

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