



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

September 15, 1992

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

Phillips Petroleum Company
5525 Highway 64
NBU 3004
Farmington, New Mexico 87401

Attention: W. Frank Hulse, III

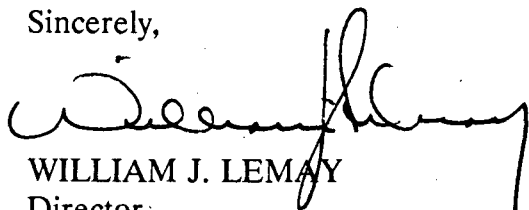
Administrative Order NSL-3157

Dear Mr. Hulse:

Reference is made to your application dated August 3, 1992 for a non-standard coal gas well location for your San Juan 29-5 Unit Well No. 230 to be located 388 feet from the North line and 179 feet from the East line (Unit A) of Section 5, Township 29 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. Lots 1 and 2, the S/2 NE/4 and SE/4 (E/2 equivalent) of said Section 5 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

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, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,



WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec
U.S. BLM - Farmington