STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



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BRUCE KING

ANITA LOCKWOOD CABINET SECRETARY June 9, 1993

Texakoma Oil and Gas Corporation One Lincoln Center - 5400 LBJ Freeway Suite 500 Dallas, TX 75240

Attention: G. M. Pecorine

Administrative Order NSL-3256

Dear Pecorine:

Reference is made to your applications dated May 10 and 26, 1993 for a non-standard coal gas well location for your Texakoma-Rio Arriba Well No. 1 to be drilled 1280 feet from the South line and 510 feet from the West line (Unit M) of Section 11, Township 29 North, Range 5 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. The S/2 of said Section 11 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, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/amg

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