



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

October 25, 1993

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

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

Attention: G.M. Pecorino

Administrative Order NSL-3323

Dear Mr. Pecorino:

Reference is made to your application dated July 13, 1993 for a non-standard coal gas well location for your Phillips Rio Arriba "B" Well No. 1 to be drilled 1150 feet from the North line and 730 feet from the East line (Unit B) of irregular Section 12, Township 29 North, Range 5 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. Lots 1 and 2, the W/2 NE/4 and NW/4 (N/2 equivalent) of said Section 12 shall be dedicated to the well forming a standard 274.00-acre, more or less, 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,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/amg

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