STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

June 20, 1994

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

Northwest Pipeline Corporation P.O. Box 58900 Salt Lake City, Utah 84158-0900

Attention: Mark McCallister

Administrative Order NSL-3403

Dear Mr. McCallister:

Reference is made to your application date June 7, 1994 for an unorthodox gas well location for both the Blanco-Mesaverde Pool and the Undesignated Pictured Cliffs formation for the proposed Rosa Unit Well No. 138. Said well to be drilled 2218 feet from the South line and 580 feet from the East line (Unit L) of Section 17, Township 31 North, Range 6 West, NMPM, San Juan County, New Mexico. It is our understanding that said well will be dually completed in both. The E/2 of said Section 17 being a standard 320-acre gas spacing and proration unit in the Blanco-Mesaverde Pool and the SE/4 of said Section 17 being a standard 160-acre gas spacing and proration unit in the Undesignated Pictured Cliffs formation are to be dedicated to said well.

By the authority granted me under the provisions of Rule 2(c) of the "General Rules and Regulations for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, and General Rule 104.F(1) the above-described unorthodox gas well location is hereby approved.

Also, Northwest Pipeline Corporation shall comply with all other provisions of the Division's Rules and Regulations pertaining to the dual completion of gas wells.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington