

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION

January 12, 1995



Robert L. Bayless
P. O. Box 168
Farmington, New Mexico 87499

Attention: Kevin H. McCord

Administrative Order NSL-3463

Dear Mr. McCord:

Reference is made to your application dated December 1, 1994, for a non-standard coal gas well location for your West Draw Well No. 2 to be drilled 827 feet from the South line and 857 feet from the East line (Unit P) of Section 18, Township 27 North, Range 12 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. Lots 3 and 4, the E/2 SW/4, and SE/4 (S/2 equivalent) of said Section 18 shall be dedicated to the well forming a standard 312.88-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,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is fluid and cursive, with a long vertical line extending downwards from the end of the signature.

William J. LeMay
Director

WJL/MES/kv

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

VILLAGRA BUILDING - 408 Galisteo
Forestry and Resources Conservation Division
P.O. Box 1948 87504-1948
827-5830
Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco
Office of the Secretary
827-5950
Administrative Services
827-5925
Energy Conservation & Management
827-5900
Mining and Minerals
827-5970
Oil Conservation
827-7131