



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

October 26, 1995

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

Attention: Patrick H. Noah

Administrative Order NSL-3590

Dear Mr. Noah:

Reference is made to your application dated September 28, 1995 for an unorthodox gas well location for your existing San Juan "29-5" Unit Well No. 89 (API No. 30-039-21789), to be renamed the San Juan "29-5" Well No. 35-R, located 2300 feet from the South line and 1830 feet from the West line (Unit K) of Section 34, Township 29 North, Range 5 West, NMPM, Blanco-Mesaverde Pool, Rio Arriba County, New Mexico.

It is our understanding that said well is to be a replacement well for your San Juan "29-5" Unit Well No. 35 (API No. 30-039-07485), located at an initial standard gas well location 1670 feet from the South line and 856 feet from the West line (Unit L) of said Section 34, which is currently dedicated to the W/2 of said Section 34 being a standard 320-acre gas spacing and proration unit for said pool.

Pursuant to Rule 2(c) of the "*General Rules 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, the aforementioned unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec