



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

April 30, 1997

Amoco Production Company
San Juan Business Unit
P.O. Box 800
Denver, Colorado 80201
Attention: Pamela W. Staley
Regulatory Affairs Engineer

Administrative Order NSL-3792

Dear Ms. Staley:

Reference is made to your application dated April 15, 1997 for a non-standard Basin-Fruitland coal gas well location for your existing Gallegos Canyon Unit Well No. 241 (API No. 30-045-11687), which was drilled in 1966 and completed in the Basin-Dakota Pool, said well is located 2385 feet from the North line and 990 feet from the West line (Unit E) of Section 29, Township 28 North, Range 12 West, NMPM, San Juan County, New Mexico.

It is our understanding that the Basin-Dakota interval is to be properly plugged back and said well will be recompleted to the West-Kutz Pictured Cliffs Pool, which pursuant to Division General Rule 104.C(3) said well location is considered to be unorthodox for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox Pictured Cliffs gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", written over a large, stylized flourish that extends downwards and to the right.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U.S. Bureau of Land Management - Farmington