



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

July 9, 1997

**Phillips Petroleum Company**  
**5525 Highway 64 - NBU 3004**  
**Farmington, New Mexico 87401**  
**Attention: Patrick H. Noah**

*Administrative Order NSL-3829*

Dear Mr. Noah:

Reference is made to your application date May 30, 1997 for an unorthodox coal gas well location for the proposed San Juan "30-5" Unit Well No. 257 to be drilled 550 feet from the South line and 485 feet from the West line (Unit M) of Section 11, Township 30 North, Range 5 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The W/2 of said Section 11 shall be dedicated to said well to form a standard 320-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".

William J. LeMay  
Director

WJL/MES/kv

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