

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPÁRTMENT

March 23, 1999

Roddy Production Company, Inc.

Telefax No. (505) 326-6814

Administrative Order NSL-4239

Farmington, New Mexico 87499 Attention: Charles Neelev

Dear Mr. Neeley:

P. O. Box 2221

Reference is made to your application dated February 26, 1999, which was received by the Division on March 3, 1999, for an off-pattern non-standard Basin-Fruitland coal gas well location for Roddy Production Company, Inc.'s proposed Yockey Well No. 6 to be drilled 1495 feet from the South line and 1060 feet from the East line (Unit I) of Section 20, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico. The S/2 of Section 20 is to be dedicated to this well in order to form a standard 320-acre lay-down gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division") and 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.

By the authority granted me under the provisions of these special pool rules and Division Rule 104.F (2), the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

Lori Wrotenbery Director

LW/MES/kv

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