



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

December 18, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Texakoma Oil & Gas Corporation
c/o A. R. Kendrick
P. O. Box 516
Aztec, New Mexico 87410

Administrative Order NSL-4534

Dear Mr. Kendrick:

Reference is made to the following: (i) your application dated November 20, 2000 on behalf of the operator, Texakoma Oil & Gas Corporation ("Texakoma"); and (ii) the records of the New Mexico Oil Conservation Division in Aztec and Santa Fe ("Division"): all concerning Texakoma's request for an unorthodox Basin-Fruitland coal gas well location for the proposed Farmington Lake Well No. 1 (**API No. 30-045-30430**) to be drilled 856 feet from the South line and 591 feet from the West line (Unit M) of Section 21, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico. The S/2 of Section 21 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.

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,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec