STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

February 25, 1993

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Incline Reserves, Inc. 1603 S.W. 37th Street Topeka, KS 66611

Attention: J.P. Garrett

Administrative Order NSP-1662

Dear Mr. Garrett:

Reference is made to your application dated January 20, 1993 for a 375.09-acre non-standard gas spacing and proration unit consisting of the following acreage in the Basin Fruitland Coal Gas Pool:

SAN JUAN COUNTY, NEW MEXICO TOWNSHIP-29-NORTH, RANGE 8 WEST NMPM

Section 30:

Lots-3-and 4 and the E/2 SW/4 (SW/4 equivalent)

Section 31:

Lots 5 through 12 (W/2 equivalent)

It is my understanding that this unit is to be dedicated to your Fed Com 31 Well No. 1 which was drilled at a standard coal gas well location 1210 feet from the South line and 1630 feet from the West line (Unit K), of said Section 31.

The above-described acreage is currently dedicated in the Basin Dakota Pool to Amoco Production Company's Jones Well Com Well No. 4, located in Unit K of said Section 30, under authority of Division Order No. R-6226, dated January 9, 1980, and the Blanco-Mesaverde Pool is simultaneously dedicated to Amoco's Pritchard Well No. 4 in Unit L and Well No. 4A in Unit F, both in said Section 31 under the authority of Division Order No. R-60, dated March 21, 1951 and amended by Order No. R-1390, dated May 7, 1959.

By authority granted me under the provisions of Rule 6 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 non-standard gas spacing and proration unit is hereby approved.

Sincerely.

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington