



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

April 27, 1999

**Amoco Production Company
BP Amoco/Western Gas Business Unit
Attention: Mary Corley
P. O. Box 3092
Houston, Texas 77253-3092**

RE: *Administrative application to establish a non-standard 273.87-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool comprising all of Irregular Section 8, Township 28 North, Range 12 West, NMPM, San Juan County, New Mexico, for Amoco Production Company's existing Gallegos Canyon Unit Well No. 213 (API No. 30-045-11618), located at an off-pattern unorthodox gas well location 1450 feet from the South line and 2370 feet from the East line (Lot 2/Unit J) of Section 8.*

Dear Ms. Corley:

On January 15, 1997 the Division issued Administrative Order NSL-2001-A to Amoco Production Company (see copy attached) for the Gallegos Canyon Unit Well No. 213-E (API No. 30-045-26305), located at an unorthodox gas well location 930 feet from the South line and 480 feet from the West line (Unit M) of Section 8, to be recompleted up-hole from the Basin-Dakota Pool to the Basin-Fruitland Coal (Gas) Pool within the above-described non-standard unit.

In order for me to complete my review of the immediate application I need to know what the current status of this well is and what Amoco's proposed plans are for this well?

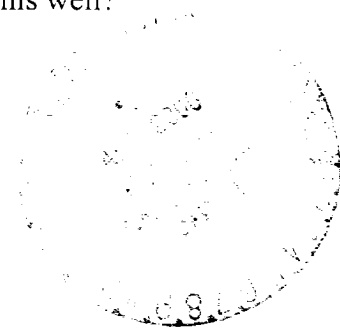
Thank you for your cooperation in this matter.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
J. W. Hawkins, Amoco Production Company - hawkinj2@bp.com





STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

January 15, 1997

Amoco Production Company
P.O. Box 800
Denver, Colorado 80201
Attention: J. W. Hawkins

Administrative Order NSL-2001-A

Dear Mr. Hawkins:

Reference is made to your application dated December 19, 1996 for a non-standard Basin-Fruitland coal gas well location for your existing Gallegos Canyon Unit Well No. 213-E (API No. 30-045-26305), which was drilled in 1985 and completed in the Basin-Dakota Pool at a previously approved unorthodox gas well location (see Division Administrative Order NSL-2001, dated March 15, 1985) 930 feet from the South line and 480 feet from the West line (Unit M) of irregular Section 8, Township 28 North, Range 12 West, NMPM, San Juan County, New Mexico.

It is our understanding that this well is to be recompleted up-hole into the Basin-Fruitland Coal (Gas) Pool, which pursuant to the "*Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool*", as promulgated by Division Order No. R-8768, as amended, is also unorthodox. Further, all of said irregular Section 8 is to be dedicated to the well to form a non-standard 273.87-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rules 6 and 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 for the Gallegos Canyon Unit Well No. 213-E and said 273.87-acre non-standard gas spacing and proration unit in the Basin-Fruitland Coal (Gas) Pool are hereby approved.

Further, said original Order NSL-2001 shall be placed in abeyance until further notice.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U.S. Bureau of Land Management - Farmington
File: NSL-2001 /