



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

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

December 10, 1999

**Luther Harris  
7200 Oxford Lane  
Fort Collins, Colorado 80528**

RECEIVED  
DEC 13 1999  
OIL CON. DIV.  
DET. 3

**Re: Case No. 12314: Application of Cross Timbers Oil Company for an unorthodox gas well location, San Juan County, New Mexico. Applicant seeks approval to recomplete its existing Federal Gas Com. "H" Well No. 2 (API No. 30-045-29705), at an unorthodox gas well location in the Pictured Cliffs formation 2045 feet from the North line and 1685 feet from the East line (Unit G) of Section 31, Township 30 North, Range 12 West. Lots 1 and 2 and the E/2 NW/4 (NW/4 equivalent) of Section 31 are to be dedicated to this well in order to form a standard 158.74-acre gas spacing and proration unit for the Fulcher Kutz-Pictured Cliffs Pool, which is located approximately 1.5 miles north of U.S. Highway 550 at Foothills Drive.**

Dear Mr. Harris:

Per our telephone conversation today I have enclosed a copy of the December 16, 1999 New Mexico Oil Conservation Division ("Division") Examiner Hearing Docket and a copy of the Division's well file on the Federal Gas Com. "H" Well No. 2.

You also expressed a desire to speak with the Division's District office in Aztec, New Mexico. The supervisor is Mr. Frank Chaves at (505) 334-6178.

Should you have any additional questions or comments concerning this matter, please contact our legal counsel, Mr. Rand Carroll in Santa Fe at (505) 827-8156.

Thank you.

Sincerely,

Michael E. Stogner  
Chief Hearing Officer/Engineer

cc: ~~New Mexico Oil Conservation Division - Aztec~~  
Cross Timbers Oil Company (Attention: Edwin S. Ryan, Jr.) - Fort Worth, Texas  
File: Case No. 12314