

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505



January 4, 1995

Amoco Production Company
P.O. Box 800
Denver, Colorado 80201

Attention: J. W. Hawkins

Administrative Order NSL-3449

Dear Mr. Hawkins:

Reference is made to your application dated November 6, 1994 for a non-standard Basin-Fruitland coal gas well location for your existing Heaton Com "LS" Well No. 9A (API No. 30-045-24988), which was drilled in 1982 and completed in the Basin-Dakota Pool at a standard gas well location 1740 feet from the South line and 1080 feet from the East line (Unit I) of Section 32, Township 31 North, Range 11 West, NMPM, San Juan County, New Mexico.

It is our understanding that the Dakota interval has been properly plugged off and that Amoco has dually completed said well up-hole into both the Blanco-Mesaverde Pool and Basin-Fruitland Coal (Gas) Pool. The Blanco-Mesaverde Pool underlying the E/2 of said Section 32 is currently dedicated to the Heaton Com "LS" Well No. 9 (API No. 30-045-10170), located at a standard gas well location in Unit "B". Pursuant to the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended, the infill gas well location for the subject Heaton Com "LS" Well No. 9A is considered to be standard; however, the location is unorthodox pursuant to 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 Rule 8 of said Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved. Further, the S/2 of said Section 32 shall be dedicated to the subject Heaton Com "LS" Well No. 9A thereby forming a standard 320-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

Sincerely,

Michael E. Stogner
Acting Director

MES/kv

cc: Oil Conservation Division - Aztec
New Mexico State Land Office - Santa Fe
US Bureau of Land Management - Farmington

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Park and Recreation Division
P.O. Box 1147 87504-1147
827-7465

2040 South Pacheco

Office of the Secretary
827-5950

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