

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

November 11, 1992

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

Phillips Petroleum Company Attention: W. Frank Hulse, III 5525 Highway 64, NBU 3004 Farmington, NM 87401



Dear Mr. Hulse:

Reference is made to your application dated November 3, 1992 for a non-standard coal gas well location for your to be located 518 feet from the North line and 2313 feet from the East line (Management of Standard Coal Gas Pool, San Juan County, New Mexico. Lots 1 through 4 and the SE/4 (E/2 equivalent) of said Section 29 shall be dedicated to the well forming a standard 332.12-acre gas spacing and proration unit for said 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,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington

US Bureau of Reclamation - Durango