



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

March 29, 1989

Union Texas Petroleum Corporation
P.O. Box 2120
Houston, TX 77252-2120

Attention: Ken White
Regulatory Permit Coordinator

Administrative Order NSL-2644

Dear Mr. White:

Reference is made to your application of February 27, 1989 for a non-standard coal gas well location for your Johnston Federal Well No. 16 located 820 feet from the North line and 1040 feet from the West line (Unit D) of Section 33, Township 31 North, Range 9 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The W/2 of said Section 33 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit.

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, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in cursive script, appearing to read "WJ LeMay".

for William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington