STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

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

April 18, 1989

Blackwood & Nichols Co. P.O. Box 1237 Durango, CO 81302

Attention: William F. Clark,

Operations Manager

Administrative Order NSL-2650

Dear Mr. Clark:

Reference is made to your application of March 31, 1989 for a non-standard coal gas well location for your Northeast Blanco Unit Well No. 450 to be located 795 feet from the South line and 2010 feet from the West line (Unit N) of Section 32, Township 31 North, Range 7 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The W/2 equivalent of said Section 32 shall be dedicated to the well forming a standard 320-acre, more or less, 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,

William J. LeMav

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

New Mexico Oil & Gas Engineering Committee - Hobbs

US Bureau of Land Management - Farmington