STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

December 1, 1989

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

Richmond Petroleum, Inc. c/o Permits West, Inc. 37 Verano Loop Santa Fe, NM 87505

Attention: Brian Wood

Administrative Order NSL-2720

Dear Mr. Wood:

Reference is made to your letter dated November 27, 1989 requesting approval of an unorthodox coal gas well location for Richmond's Federal 9 Well No. 1 to be located 510 feet form the North line and 210 feet from the East line (Unit A) of Section 9, Township 32 North, Range 6 West, NMPM, Basin-Fruitland Coal (Gas) Pool, San Juan County, New Mexico.

It is our understanding that this well location was originally approved by Division Order No. R-9033 to be drilled at an unorthodox coal gas well location 360 feet from the North line and 120 feet form the East line (Unit A) of said Section 9; however to appease certain federal government mandates, this location was moved to the aforementioned location which is less unorthodox than the location approved by said Order No. R-9033.

Pursuant to Decretory Paragraph No. 15 of said Division Order No. R-9033, the above described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec NM Oil and Gas Engineering Committee - Hobbs US Bureau of Land Management - Farmington US Bureau of Reclamation - Durango