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

March 22, 1990

Hixon Development Co. P.O. Box 2810 Farmington, NM 87499

Attention: John C. Corbett

Administrative Order NSL-2770

Dear Mr. Corbett:

Reference is made to your application of March 8, 1990 for a non-standard coal gas well location for your Carson Unit "14" Well No. 324 to be located 705 feet from the South line and 2080 feet from the West line (Unit N) of Section 14, Township 25 North, Range 12 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The S/2 of said Section 14 shall be dedicated to the well forming a standard 320-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, the above-described unorthodox coal gas well location is hereby approved.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec US Bureau of Land Management - Farmington