

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

October 23, 1991

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

Amoco Production Company
P.O. Box 800
Denver, Colorado 80201

Attention: J.W. Hawkins

Administrative Order NSL-3067

Dear Bill:

Reference is made to your application dated October 1, 1991 for a non-standard Basin-Fruitland coal gas well location for your existing Michener "A" LS Well No. 5A which was drilled in 1985 and completed in the Blanco Mesaverde Pool at a standard gas well location 1190 feet from the North line and 790 feet from the West line (Unit D) of Section 31, Township 28 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Mesaverde zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, Lots 1 and 2, the NE/4 and E/2 NW/4 (N/2 equivalent) of said Section 31 shall be dedicated to the well forming a standard 303.22-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 8 of the Division Order No. R-8768, as amended, the above described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. Lemay". The signature is written in a cursive style and is positioned above the typed name and title.

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec
U.S. BLM - Farmington