MERIDIAN ONLOIL CONSERVATION DIVISION

'92 AUG 28 PM 9 31

August 26, 1992

KM Production Company Attn: Kevin H. McCord P.O. Box 2406 Farmington, NM 87499-2406

RE: Unorthodox Fruitland Coal Locations

Krause #22

Section 32, T28N-R11W

Schlosser #16

Section 10, T27N-R11W

San Juan County, New Mexico

Dear Mr. McCord:

Enclosed please find your copies of the letters addressed to the New Mexico Oil Conservation Division regarding the captioned unorthodox Fruitland Coal locations. By copy of this letter, same have been forwarded to the NMOCD.

Should you have any questions or need any additional information, please contact the undersigned.

Very truly yours,

Karen L. Hopkins

Landman

KLH:ll ID:klhaug/51 20447T (Krause #22) NM-9200, NM-9201 (Schlosser #16)

cc: N.M. Oil Conservation Division (Santa Fe)

OIL CONSERVE ON DIVISION RECT VED

P.O Box 977 Farmington, New Mexico 87499 (505) 327-1639



August 5, 1992

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P.O. Box 2088
State Land Office Building
Santa Fe, New Mexico 87054

Attention: William J. Lemay

Dear Mr. Lemay:

These non-standard coal gas well locations were mistakenly sent to our Farmington office.

Sincerely,

Fred Lowery

3280 Cowen

BHP Petroleum (Americas) Inc.

Operations Superintendent