STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

May 2, 1995

Phillips Petroleum Company 5525 Hwy. 64 - NBU 3004 Farmington, New Mexico 87401

Attention: Patrick H. Noah

Administrative Order NSL-3519

Dear Mr. Noah:

Reference is made to your application dated March 29, 1995 for a non-standard gas well location for your existing San Juan "31-6" Unit Well No. 234 (API No. 30-039-24885) located 2310 feet from the South line and 1228 feet from the West line (Unit L) of Section 29, Township 31 North, Range 6 West, NMPM, to test the Pictured Cliffs formation, Rio Arriba County, New Mexico. The SW/4 of said Section 29 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

By the authority granted me under the provisions of Division General Rule 104.F(1), the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeM

Director

WJI /mes

cc: Oil Conservation Division - Aztec

U. S. BLM - Farmington