



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

October 26, 1995

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

Attention: Patrick H. Noah

Administrative Order NSL-3589

Dear Mr. Noah:

Reference is made to your application dated September 28, 1995 for an unorthodox gas well location for your existing San Juan "29-5" Unit Well No. 88 (API No. 30-039-21788), to be renamed the San Juan "29-5" Well No. 34-R, located 2450 feet from the North line and 1850 feet from the East line (Unit G) of Section 34, Township 29 North, Range 5 West, NMPM, Blanco-Mesaverde Pool, Rio Arriba County, New Mexico.

It is our understanding that said well is to be a replacement well for your San Juan "29-5" Unit Well No. 34 (API No. 30-039-07515), located 1425 feet from the North line and 2080 feet from the East line (Unit G) of said Section 34, which is currently dedicated to the E/2 of said Section 34 being a standard 320-acre gas spacing and proration unit for said pool.

Pursuant to Rule 2(c) of the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended, the aforementioned unorthodox gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec