



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

December 9, 1998

Richardson Operating Company
1700 Lincoln - Suite 1700
Denver, Colorado 80203
Attention: Cathleen Colby

Administrative Order NSL-4176

Dear Ms. Colby:

Reference is made to your application dated December 3, 1998 for a non-standard gas well location for the proposed WF Federal "29" Well No. 1 (API No. 30-045-29737) to be drilled 790 feet from the North line and 1410 feet from the East line (Unit B) of Section 29, Township 30 North, Range 14 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. The NE/4 of Section 29 shall be dedicated to the well to form a standard 160-acre gas spacing and proration unit for the Undesignated Twin Mounds-Fruitland Sand-Pictured Cliffs Pool.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington