

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

August 17, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Amoco Production Company Western Gas Business Unit P. O. Box 3092 Houston, Texas 77253-3092 Attention: Mary Corley

Administrative Order NSL-4503

Dear Ms. Corley:

Reference is made to the following: (i) your application dated August 1, 2000; and (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe: all concerning Amoco Production Company's request for an off-pattern non-standard Basin-Fruitland coal gas well location for the proposed Gallegos Canyon Unit Well No. 566 (API No. 30-045-30319) to be drilled 2150 feet from the North line and 1340 feet from the West line (Unit F) of Section 28, Township 29 North, Range 12 West, NMPM, San Juan County, New Mexico. The N/2 equivalent of Section 28 is to be dedicated to this well in order to form a standard 320-acre, more or less, lay-down gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

By the authority granted me under the provisions of Rule 8 of the "Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool," as promulgated by Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec