



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**

Governor

**Jennifer A. Salisbury**

Cabinet Secretary

**Lori Wrotenbery**

Director

**Oil Conservation Division**

December 18, 2001

**Dugan Production Corporation**  
**P. O. Box 420**  
**Farmington, New Mexico 87499-0420**  
**Attention: Kurt H. Fagrelus**

**Telefax No. (505) 327-4613**

***Administrative Order NSL-4673***

Dear Mr. Fagrelus:

Reference is made to the following: (i) your application dated November 19, 2001 (*application reference No. pKRV0-133340454*), which was received by the New Mexico Oil Conservation Division ("Division") in Santa Fe on November 26, 2001; and (ii) the Division's records in Santa Fe and Aztec: all concerning Dugan Production Corporation's request to drill its proposed Big Field Well No. 90 at an unorthodox Fruitland coal gas well location 555 feet from the North line and 570 feet from the East line (Lot 1/Unit A) of Section 10, Township 30 North, Range 14 West, NMPM, San Juan County, New Mexico.

Lots 1 and 2, the S/2 NE/4, and the SE/4 (E/2 equivalent) of Section 10 is to be dedicated to this well in order to form a standard 317.16-acre stand-up gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool (71629).

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  
U. S. Bureau of Land Management - Farmington