STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

July 19, 1990

Union Texas Petroleum Corporation P.O. Box 2120 Houston, TX 77252-2120

Attention: Ken E. White

Administrative Order NSP-1601(L)

Dear Mr. White:

Reference is made to your application dated April 25, 1990 for a 199.00-acre non-standard gas proration unit consisting of the following acreage in the Basin-Fruitland Coal Gas Pool:

SAN JUAN COUNTY, NEW MEXICO <u>TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM</u> Section 6: Lots 3 through 7, SE/4 NW/4, E/2 SW/4 (W/2 equivalent)

It is my understanding that this unit is to be dedicated to your Prichard Federal Well No. 7 to be drilled at a non-standard coal gas well location 1185 feet from the South line and 1200 feet from the West line (Unit N) of said Section 6, hereby approved pursuant to 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.

Also, by authority granted me under the provisions of Rule 6 of said Order No. R-8768, the above non-standard gas proration unit is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec US Bureau of Land Management