



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

Joanna Prukop  
Cabinet Secretary

**Lori Wrotenbery**

Director

Oil Conservation Division

March 9, 2004

Coleman Oil and Gas, Inc  
P.O. Drawer 3337  
Farmington, NM 87499

Attn: Michael Hanson

Re: Ricky #1, API# 30-045-25976  
Ricky #1R, API# 30-045-31165  
Ricky #2, API# 30-045-25977  
Ricky #2R, API# 30-045-31166

Dear Mr. Hanson:

In the matter of your request to simultaneously produce the original and replacement wells, Order R-8768-F only allows for 2 wells per 320 acre proration unit, no more than one of which may be in either quarter section. This is not a matter that can be approved at the district level. You will have to apply for an exception to R-8768-F to the Engineering Bureau at NM OCD Santa Fe.

Prior to obtaining an exception, only one well per quarter section may be produced. C-104s may be approved for the Ricky #1R and #2R only if the Ricky #1 and #2 are shut in or abandoned.

Thank you.

Sincerely,

Steven N. Hayden  
Geologist, District III  
[shayden@state.nm.us](mailto:shayden@state.nm.us)

SNH/mk

CC: Jim Lovato, BLM Farmington  
Well files

BEFORE THE  
OIL CONSERVATION DIVISION  
Case No. 13279 Exhibit No. — 6  
Submitted By:  
NM Pro Energy  
Hearing Date: June 24, 2004