



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

November 17, 1992

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

Louis Dreyfus Natural Gas Corporation
c/o Powers Elevation Co., Inc.
Attention: Janet Watson
P.O. Box 440889
Aurora, CO 80044

Administrative Order NSL-3195

Dear Ms. Watson:

Reference is made to your application dated October 20, 1992 for a non-standard coal gas well location for your Mudge A Well No. 12-6 to be located 1900 feet from the North line and 1000 feet from the West line (Unit E) of Section 6, Township 27 North, Range 11 West, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico. The Lot 3 through 7, the SE/4 NW/4 and the E/2 SW/4 (W/2 equivalent) of said Section 6 shall be dedicated to the well forming a standard 314.70-acre gas spacing and proration unit for said 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,

William J. LeMay
Director

WJL/MES/amg

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