



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY

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

May 6, 1994

Texakoma Oil & Gas Corporation  
c/o Permits West, Inc.  
37 Verano Loop  
Santa Fe, NM 87505

Attention: Mr. Brian Wood

*Administrative Order NSL-3391*

Dear Mr. Wood:

Reference is made to your application on behalf of the operator, Texakoma Oil and Gas Corporation, dated April 16, 1994 for a non-standard coal gas well location for the Mustang Flats Well No. 1 to be drilled 600 feet from the North and East lines (Unit A) of Section 20, Township 25 North, Range 13 West, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico. The E/2 of said Section 20 shall be dedicated to the well forming a standard 320-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  
Texakoma Oil and Gas Corporation - Mary Ratton