STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

August 24, 1994

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

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

Attention: Brian Wood

Administrative Order NSL-3421

Dear Mr. Wood:

Reference is made to your application dated July 25, 1994 on behalf of Texahoma Oil and Gas Corporation for a non-standard coal gas well location for the Navajo "30" Well No. 1 to be drilled 520 feet from the North and East lines (Unit A) of Section 30, Township 25 North, Range 13 West, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico. The E/2 of said Section 30 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

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