



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

GARREY CARRUTHERS
GOVERNOR

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

July 24, 1990

Evergreen Operating Corp.
c/o A.R. Kendrick
Box 516
Aztec, NM 87410-0516

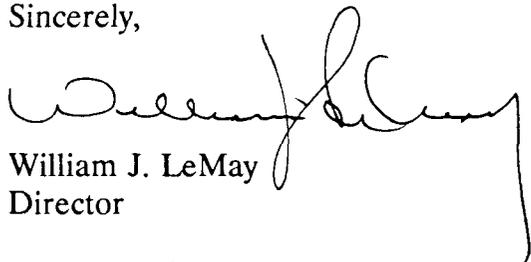
Administrative Order NSL-2829

Dear Mr. Kendrick:

Reference is made to your applications dated May 24 and July 5, 1990 for a non-standard coal gas well location for your Rosa Unit Well No. 281 to be located 2110 feet from the South line and 1240 feet from the East line (Unit I) of Section 1, Township 31 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. Lots 1, 2, 5, 6, and 7, the SW/4 NE/4, and W/2 SE/4 of said Section 1 shall be dedicated to the well forming a standard 331.82-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, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

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