



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

BRUCE KING
GOVERNOR

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

February 19, 1991

Maralex Resources, Inc.
518 17th Street
Suite 1030
Denver, CO 80202

Attention: A.M. O'Hare

Administrative Order NSL-2989

Dear Mr. O'Hare:

Reference is made to your application dated October 5, 1990 for a non-standard coal gas well location for your Oxnard W.N. Federal Well No. 10 to be located 1233 feet from the North line and 1757 feet from the West line (Unit C) of Section 15, Township 27 North, Range 8 West, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico. The N/2 of said Section 15 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, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ag

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