

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

August 4, 1992

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

ANITA LOCKWOOD
CABINET SECRETARY

Evergreen Operating Corporation
c/o A.R. Kendrick
P.O. Box 516
Aztec, New Mexico 87410

Administrative Order NSL-3143

Dear Mr. Kendrick:

Reference is made to your application dated July 7, 1992 on behalf of the operator, Evergreen Operating Corporation, for a non-standard coal gas well location for the Chicosa "34" Well No. 1 to be located 590 feet from the North line and 1860 feet from the East line (Unit B) of Section 34, Township 31 North, Range 4 West, NMPM, Basin-Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The E/2 of said Section 34 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,

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

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec
U.S. BLM - Farmington
U.S. Forest Service - Blanco, New Mexico