



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

November 12, 1993

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

Mitchell Energy Corporation
P.O. Box 4000
The Woodlands, TX 77387-4000

Attention: Mark N. Stephenson

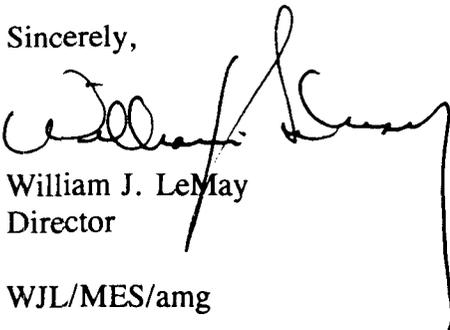
Administrative Order NSL-3331(NSP)

Dear Mr. Stephenson:

Reference is made to your application dated October 19, 1993, for a non-standard gas well location for the Bandana "30" Federal Well No. 1 to be drilled 1160 feet from the North line and 1230 feet from the East line (Unit A) of Section 30, Township 22 South, Range 24 East, NMPM, to test the Morrow formation, Eddy County, New Mexico. Lots 1 and 2, the NE/4 and the E/2 NW/4 (N/2 equivalent) of said Section 30 shall be dedicated to the well forming a non-standard 307.86-acre gas spacing and proration unit.

By the authority granted me under the provisions of General Rule 104.F(I) and 104.D.(2), the above-described unorthodox gas well location and non-standard gas spacing and proration unit are hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Artesia
US Bureau of Land Management - Carlsbad