



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

June 12, 1998

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702
Attention: Patrick J. Tower

Administrative Order NSL-4055

Dear Mr. Tower:

Reference is made to your application dated June 2, 1998 for an unorthodox Wolfcamp gas well location for Enron Oil & Gas Company's proposed Enron "9" State Com. Well No. 2 to be drilled 1000 feet from the North line and 1100 feet from the East line (Unit A) of Section 9, Township 24 South, Range 33 East, NMPM, Undesignated Johnson Ranch-Wolfcamp Gas Pool, Lea County, New Mexico.

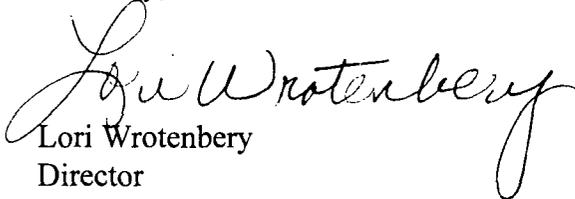
The N/2 of said Section 9 being a standard 320-acre gas spacing and proration unit for the pool is to be dedicated to the well.

The geologic interpretation submitted with this application indicates that a well drilled at the proposed unorthodox gas well location will be at a more favorable geologic position within the Wolfcamp formation than a well drilled at a location considered to be standard.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe