

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

November 5, 1990

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

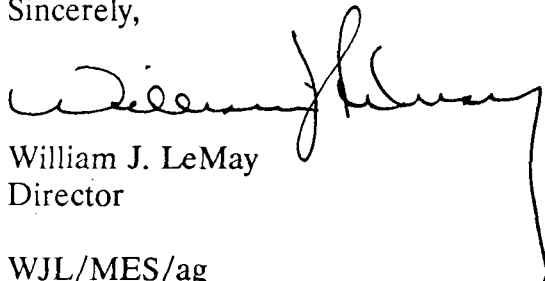
Administrative Order NSL-2835

Dear Mr. Kendrick:

Reference is made to your applications dated June 29 and October 4, 1990 for a non-standard coal gas well location for your Rosa Unit Well No. 311 to be located 1430 feet from the North line and 645 feet from the East line (Unit H) of Section 28, Township 31 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The E/2 equivalent of said Section 28 shall be dedicated to the well forming a standard 320-acre, more or less, 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