STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING

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

April 25, 1991

Mitchell Energy Corporation 555 Seventeenth St. Suite 3500 Denver, Colorado 80202

Attention: James C. Anderson

Administrative Order NSL-3005

Dear Mr. Anderson:

Reference is made to your application dated September 12, 1990 for a non-standard coal gas well location for your Rosa Unit Well No. 347 to be located 2095 feet from the North line and 2150 feet from the East line (Unit G) of Section 19, Township 31 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The N/2 of said Section 19 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, William J. LeMay Director

WJL/MES/cjk

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