STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

August 22, 1991

BRUCE KING GOVERNOR

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

Mitchell Energy Corporation c/o Trigon Engineering, Inc. 4100 East Main Street Farmington, New Mexico 87402

Attention: Cristi Cline

Administrative Order NSL-3041

Dear Ms. Cline

Reference is made to your applications of July/August 1991 on behalf of Mitchell Energy Corporation for exceptions to RULE 7 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, as amended allowing for the following described 10 unorthodox coal gas well locations within the Rosa Unit Area, Basin-Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico.

WELL NO.	FOOTAGE LOCATION	U-S-T-R	DEDICATED ACREAGE
314	1810' FNL - 2010' FEL	B-30-31N-4W	E/2 (320 Acres)
318	790' FSL - 2200' FWL	N-13-31N-5W	W/2 (320 Areas)
319	352' FNL - 1881' FEL	B-14-31N-5W	E/2 (320 Acres)
324	1800' FSL - 2050' FWL	K-24-31N-5W	W/2 (320 Acres)
345	110' FSL - 1622' FWL	N-19-31N-4W	Lots 3 & 4, E/2 SW/4, SE/4 (306.71 Acres)
352	1345' FNL - 1935' FEL	B-5-31N-4W	Lots 1 & 2, S/2 NE/4, SE/4 (326.47 Acres)
356	771' FSL - 1746' FEL	O-11-31N-5W	E/2 (320 Acres)
357	1835' FNL - 587' FWL	E-11-31N-5W	W/2 (320 Acres)
358	915' FSL - 600' FEL	P-13-31N-5W	E/2 (320 Acres)
359	2500' FSL - 1625' FEL	J-23-31N-5W	S/2 (320 Acres)



Administrative Order NSL-3041 Mitchell Energy Corporation August 22, 1991 Page 2

By 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 locations are hereby approved.

Sincerely, WILLIAM J. LEMAY Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec U.S. Bureau of Land Management - Farmington U.S. Forest Service - Blanco

ł