STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

August 19, 1992

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

Evergreen Operating Corporation c/o A.R. Kendrick P.O. Box 516 Aztec, New Mexico 87410

Administrative Order NSL-3147

Dear Mr. Kendrick:

Reference is made to your application dated July 23, 1992 on behalf of Evergreen Operating Corporation for a non-standard coal gas well location for the Rosa Unit Well No. 315 to be located 2548 feet from the South line and 2066 feet from the West line (Unit K) of Section 30, Township 31 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of said Section 30 shall be dedicated to the well forming a standard 294.00-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, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

WILLIAM J. LEMA

Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec

U.S. BLM - Farmington

U.S. Forest Service - Blanco, NM