STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

December 7, 1994

Mitchell Energy Corporation P. O. Box 4000 The Woodlands, Texas 77387-4000

Attention: George Mullen

Amended Administrative Order NSL-3254

Dear Mr. Mullen:

Reference is made to your letter dated October 11, 1994 requesting the amendment of a previously approved order by the Division for an unorthodox gas well location by expanding the vertical geologic limits of the provisions in said order to include the entire Pennsylvanian System.

Division Administrative Order NSL-3254, dated May 28, 1993 authorized the drilling of your Apache "24" Federal Well No. 1 at an unorthodox gas well location 1200 feet from the South line and 330 feet from the East line (Unit P) of Section 24, Township 22 South, Range 30 East, NMPM, Eddy County, New Mexico, to test the Devonian and Morrow formations in the S/2 of said Section 24.

By the authority granted me under the provisions of Division General Rule 104.F(1), said Division Administrative Order NSL-3254 is hereby amended to include all formations and/or pools that are currently developed on 320-acre spacing from the base of the Wolfcamp formation to the base of the Morrow formation and within the Devonian formation in the provisions of said order.

Sincerely William J. LeMay Director WJL/MES/kv

cc: Oil Conservation Division - Artesia US Bureau of Land Management - Carlsbad