



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



October 14, 1992

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

IBEX Partnership, Inc.
c/o Walsh Engineering & Production Company
204 N. Auburn
Farmington, NM 87401

Attention: Paul Thompson

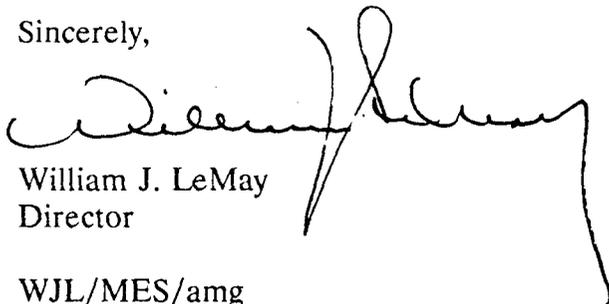
Administrative Order NSL-3178

Dear Mr. Thompson:

Reference is made to your application on behalf of the operator, IBEX Partnership, Inc., by letter dated September 22, 1992 for a non-standard coal gas well location for the Childers Well No. 101 to be located 621 feet from the South line and 542 feet from the West line (Unit M) of Section 1, Township 31 North, Range 11 West, NMPM, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico. The S/2 of said Section 1 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, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/amg

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