



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

November 16, 1992

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

Louis Dreyfuss Natural Gas Corporation
c/o Powers Elevation Co., Inc.
Attention: Janet Watson
P.O. Box 440889
Aurora, CO 80044

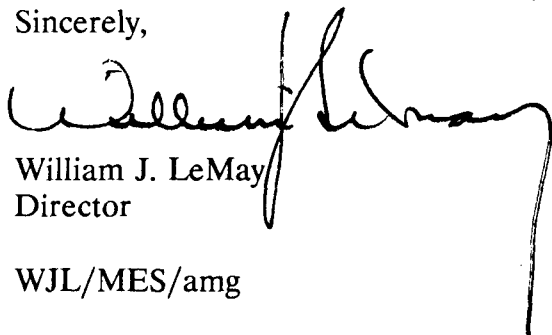
Administrative Order NSL-3196

Dear Ms. Watson:

Reference is made to your application dated October 20, 1992 for a non-standard coal gas well location for your MKL Well No. 14-8 to be located 390 feet from the South line and 735 feet from the West line (Unit M) of Section 8, Township 26 North, Range 7 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. The W/2 of said Section 8 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