STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

June 28, 1993

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

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

Attention: Mark N. Stephenson

Administrative Order NSL-3270(NSP)

Dear Mr. Stephenson:

Reference is made to your application dated June 4, 1993, 1992 for a non-standard gas well location for your Sombrero "18" State Well No. 1 to be drilled 1900 feet from the North line and 710 feet from the West line (Unit E) of Section 18, Township 16 South, Range 34 East, NMPM, Undesignated South Kemnitz Atoka-Morrow Gas Pool, Lea County, New Mexico. Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of said Section 18 shall be dedicated to the well forming a non-standard 288.56-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rules 104.F(1) and 104.D(2), the above-described unorthodox gas well location and non-standard gas spacing and proration unit are hereby approved.

Sincerely,

Director

William J. LeMag

WJL/MES/amg

cc: Oil Conservation Division - Hobbs

New Mexico State Land Office - Santa Fe