



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

April 20, 1998

Louis Dreyfus Natural Gas Corporation
14000 Quail Springs Parkway - Suite 600
Oklahoma City, Oklahoma 73134-2600
Attention: Joe W. Hammond

Administrative Order NSL-3869-A

Dear Mr. Hammond:

Reference is made to the following: (i) your application to the Division, dated April 9, 1998; and, (ii) the records of the Division in Santa Fe, including Division Administrative Order NSL-3869 and Case No. 11858: all concerning Louis Dreyfus Natural Gas Corporation's request for the amendment of a previous order by the Division approving an unorthodox gas well location to expand the vertical limits of the provisions in said order to include the potential gas bearing Undesignated Southeast Carlsbad-Wolfcamp Gas Pool.

Division Administrative Order NSL-3869, dated September 16, 1997, authorized the drilling of the Louis Dreyfus Natural Gas Corporation's White Wing "22" Federal Com. Well No. 23 (API No. 30-015-29833) at an unorthodox gas well location within a standard 320-acre gas spacing and proration unit comprising the S/2 of Section 22, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico, 1980 feet from the South line and 2635 feet from the West line (Unit K) in order to test the Undesignated Happy Valley-Morrow Gas Pool.

The S/2 of said Section 22, being a standard 320-acre gas spacing and proration unit in the Undesignated Southeast Carlsbad-Wolfcamp Gas Pool, is to be dedicated to said well.

The subject request has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

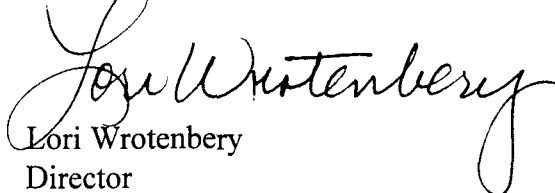
By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location for the Louis Dreyfus Natural Gas Corporation's White Wing "22" Federal Com. Well No. 23 is hereby approved for gas production from the Undesignated Southeast Carlsbad-Wolfcamp Gas Pool.

All provisions of said Administrative Order NSL-3869 shall remain in full force and effect until further notice.

Administrative Order NSL-3869-A
Louis Dreyfus Natural Gas Corporation
April 20, 1998
Page 2

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
Files: NSL-3869
Case No. 11858