

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

November 30, 2000

Lori Wrotenbery Director Oil Conservation Division

Cross Timbers Operating Company 810 Houston Street - Suite 2000 Fort Worth, Texas 76102-6298 Attention: Tim Welch Telefax No. (817) 870-1671

Administrative Order NSL-4528

Dear Mr. Welch:

Reference is made to the following: (i) your application dated November 1, 2000; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe and Aztec: all concerning Cross Timbers Operating Company's ("Cross Timbers") request for authorization to drill its Ute Indians A Well No. 31 to test both the Undesignated Ute Dome-Dakota Pool and the Morrison formation (proposed Ute Dome-Morrison Pool) at an unorthodox gas well location for both intervals 2350 feet from the South line and 800 feet from the West line (Unit L) of Section 26, Township 32 North, Range 14 West, NMPM, as projected into the unsurveyed Ute Mountain Indian Reservation, San Juan County, New Mexico. The SW/4 of Section 26 is to be dedicated to this well in order to form a standard 160-acre, more or less, gas spacing and proration unit for both intervals.

This application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F (2), the abovedescribed unorthodox gas well location in both the Ute Dome-Dakota Pool and the Morrison formation for the Ute Indians $AA \cong$ Well No. 31 is hereby approved.

Sincerely,

Lori Wrotenbery Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec U. S. Bureau of Land Management - Durango