



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

August 18, 1980

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Merrion & Bayless
P. O. Box 507
Farmington, New Mexico 87401

Attention: Mr. J. Gregory Merrion

Administrative Order NSL-1242

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Canyon Largo Unit Well No. 300 to be located 1980 feet from the South line and 500 feet from the East line of Section 8, Township 24 North, Range 6 West, NMPM, Devils Fork Gallup Pool, Rio Arriba County, New Mexico.

By authority granted me under the provisions of Rule 2 of Order No. R-5353, the above-described unorthodox location is hereby approved.

Sincerely,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs



OIL CONSERVATION COMMISSION
Alto DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE August 15, 1980

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL x _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated July 25, 1980
for the Merrin & Barber Conquest Unit # 350 I-Q-74N-6W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Agree with section cover on plot

Yours very truly,

Frank S. Chaz

J. GREGORY MERRION
PETROLEUM ENGINEER
P. O. Box 507
FARMINGTON, NEW MEXICO 87401

July 23, 1980

State of New Mexico
Energy & Minerals Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87501

ATTENTION: Mr. Joe D. Ramey
Director

RE: Application for Administrative
Approval of Unorthodox Location
for Merrion & Bayless
Canyon Largo Unit #300
Gallup Well

Gentlemen:

We request administrative approval of subject unorthodox location
because of topography and production pattern.

The purpose of drilling the well is to test for efficient drainage of
the undrilled infill location between the Canyon Largo Unit 122, 125,
129 and 130 wells. Therefore, a location in the north half of the
dedicated 80 acres is desirable. The orthodox location in the north
half of the dedicated 80 acres lies in the middle of the Rincon Largo
Wash. The location was moved north and east of the orthodox spot to
permit room for drilling out of the wash.

Merrion & Bayless own Gallup rights on all offset proration units except
the one to the southeast, which is owned by J. Gregory Merrion. Waiver
from J. Gregory Merrion is enclosed.

Yours very truly,

MERRION & BAYLESS

By


J. GREGORY MERRION

JGM/eh

Enclosures: Exhibit
Waiver Letter



