



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

GARREY CARRUTHERS
 GOVERNOR

October 17, 1990

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 OIL CON. DIV.
 DIST. 3

Meridian Oil, Inc.
 P.O. Box 4289
 Farmington, NM 87499-4289

Attention: Peggy Bradfield

Administrative Order NSL-2903

Dear Ms. Bradfield:

Reference is made to your application dated August 8, 1990 for a non-standard Basin-Fruitland coal gas well location for your existing Huerfano Unit NP Well No. 253 which was drilled in 1974 and completed as a gas well in the Angel Peak Gallup Associated Pool 1050 feet from the South line and 1090 feet from the East line (Unit P) of Section 11, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico.

Standard 26

It is my understanding that the Gallup zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, is unorthodox. Further, the E/2 of said Section 11 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 said Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay
 Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
 US Bureau of Land Management - Farmington