STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

February 5, 1990

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

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

Attention: Peggy Bradfield

Amended Administrative Order NSL-103

Dear Ms. Bradfield:

Reference is made to your application of January 15, 1990 for a non-standard coal gas well location for your Klein "A" Well No. 1 located at a previously approved unorthodox gas well location in the South Blanco Pictured Cliffs Pool (NSL-103) 620 feet from the North line and 1400 feet from the East line (Unit B) of Section 31, Township 26 North, Range 6 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. The E/2 of said Section 31 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 the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Division Administrative Order NSL-103, dated April 29, 1957, shall be placed in abeyance until further notice.

Sincerely, 00 William J. LeMay Director

WJL/MES/ag

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