STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

March 17, 1994

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

Administrative Order NSL-3367

Dear Ms. Bradfield:

Reference is made to your application dated February 22, 1994, for a non-standard gas well location for the proposed Johnston "A" Com Well No. 5 to be drilled 1405 feet from the North line and 875 feet from the East line (Unit H) of Section 32, Township 26 North, Range 6 West, NMPM, to test both the Blanco-Mesaverde and Basin-Dakota Pools, Rio Arriba County, New Mexico. The N/2 of said Section 32 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for both pools..

By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for both the Blanco-Mesaverde and Basin-Dakota Pools, as promulgated by Division the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

New Mexico State Land Office - Santa Fe