STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT.

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

Northwest Checked Northwest 5/2/89 March 28, 1989

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 NSP-1567

Well Character Stephenic Northwest Confe.

Dear Ms. Bradfield:

Reference is made to your application of February 23, 1989, for a 226.61-acre nonstandard gas proration unit consisting of the following acreage in the Basin-Fruitland Coal (Gas) Pool:

RIO ARRIBA COUNTY, NEW MEXICO TOWNSHIP 30 NORTH, RANGE 6 WEST, NMPM Section 1: Lots 5, 6, 9, 10, and 11, the SW/4 NE/4, and the W/2 SE/4

It is my understanding that this unit is to be dedicated to your San Juan 31-6 Unit Well No. 201 to be drilled at a standard coal gas well location 1490 feet from the North line and 790 feet from the East line (Unit G) of said Section 1.

By authority granted me under the provisions of Rule 6 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool, as promulgated by Division Order No. R-8768, the above non-standard gas proration unit is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

Oil Conservation Division - Aztec cc:

> NM Oil and Gas Engineering Committee - Hobbs U.S. Bureau of Land Management - Farmington