



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

August 8, 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-1581

Dear Ms. Bradfield:

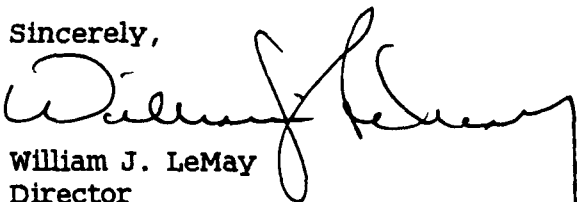
Reference is made to your application of July 24, 1989, for a 414.9-acre non-standard gas proration unit consisting of the following acreage in the Basin Fruitland Coal Gas Pool:

SAN JUAN COUNTY, NEW MEXICO
TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPM
Irregular Section 12: All

It is my understanding that this unit is to be dedicated to your Allison Unit Well No. 125 located at a standard coal gas well location 790 feet from the South line and 1595 feet from the West line (Unit N) of said Section 12.

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-8670, the above non-standard gas proration unit is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
NM Oil and Gas Engineering Committee - Hobbs