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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 9638 Order No. R-8882-A

APPLICATION OF MERIDIAN OIL, INC. TO AMEND DIVISION ORDER NO. R-8882, SAN JUAN COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

## BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 26, 1989, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>5th</u> day of May, 1989, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

## FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-8882, dated February 22, 1989, the Division, upon the application of Meridian Oil, Inc., pooled all mineral interests in the Basin-Fruitland Coal Gas Pool underlying the E/2 of Section 16, Township 30 North, Range 8 West, NMPM, San Juan County, New Mexico, forming a standard 320-acre gas spacing and proration unit for said pool, said unit to be dedicated to the applicant's Stanolind Gas Com Well No. 300 to be drilled at a standard coal gas well location 1480 feet from the North line and 1150 feet from the East line (Unit H) of said Section 16. CASE NO. 9638 Order No. R-8882-A Page -2-

(3) The applicant, Meridian Oil, Inc., seeks to amend said Order No. R-8882, by changing the well location approved in said order to a new standard location 790 feet from the North line and 1605 feet from the East line (Unit B) of said Section 16.

(4) The change in the well's location is necessitated by surface use restrictions imposed by the Parks and Recreation Division of the New Mexico Energy, Minerals and Natural Resources Department.

(5) The proposed amendment should be approved.

IT IS THEREFORE ORDERED THAT:

(1) Ordering Paragraph No. (1) of Division Order No.R-8882 is hereby amended to read in its entirety as follows:

"(1) All mineral interests, whatever they may be, in the Basin-Fruitland Coal Gas Pool underlying the E/2 of Section 16, Township 30 North, Range 8 West, NMPM, San Juan County, New Mexico, are hereby pooled forming a standard 320-acre gas spacing and proration unit for said pool, to be dedicated to the Stanolind Gas Com Well No. 300 to be drilled at a standard coal gas well location 790 feet from the North line and 1605 feet from the East line (Unit B) of said Section 16."

(2) All other provisions contained in Division Order No. R-8882 shall remain in full force and effect.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

00

WILLIAM J. LEMAY, Director

SEAL