



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

GARREY CARRUTHERS
GOVERNOR

October 5, 1990

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

Meridian Oil, Inc.
21 Desta Drive
Midland, TX 79705

Attention: Robert L. Bradshaw

Administrative Order NSL-2886

Dear Mr. Bradshaw:

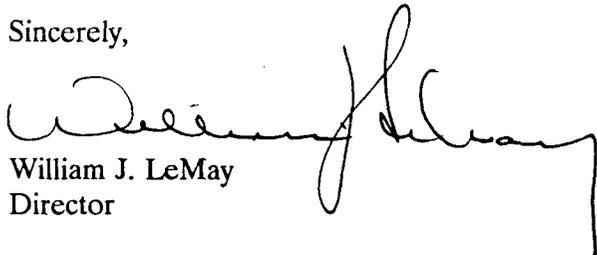
Reference is made to your application dated August 24, 1990 for a non-standard Rhodes-Yates-Seven Rivers gas well location for your existing Farnsworth "4" Well No. 11 which was drilled in 1961 and completed in the Langlie-Mattix Pool at a standard oil well location 480 feet from the North line and 990 feet from the West line (Unit D) of Section 4, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico.

It is my understanding that the Langlie-Mattix zone will be properly plugged back and said well will be recompleted to the Rhodes-Yates-Seven Rivers Gas Pool, which pursuant to General Rule 104.C.II., is unorthodox. Further, the NW/4 of said Section 11 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

Furthermore, your letter of September 4, 1990 has been made a part of this application and should this recompletion be successful, then Meridian's intention to also recomplete the Farnsworth "4" Well No. 12 located in Unit E of said Section 4 in the Rhodes-Yates-Seven Rivers Gas Pool will be withdrawn.

By the authority granted me under the provisions of General Rule 104.F.I., the above-described unorthodox gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/ag

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