



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

BRUCE KING
GOVERNOR

February 8, 1991

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

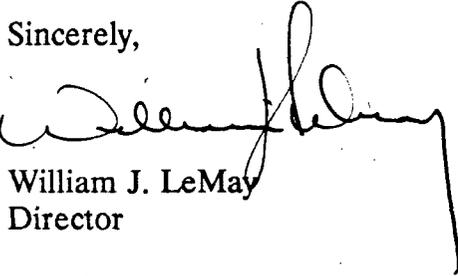
Administrative Order NSL-2987

Dear Ms. Bradfield:

Reference is made to your application dated January 16, 1991 for a non-standard coal gas well location for your San Juan 29-7 Unit Well No. 548 to be located 1860 feet from the South line and 1430 feet from the West line (Unit K) of Section 7, Township 29 North, Range 7 West, NMPM, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico. A previously approved 226.72-acre non-standard gas spacing and proration unit comprising Lots 5 through 8 and the E/2 W/2 (W/2 equivalent) of said Section 7 (Division Order No. R-9303, dated September 27, 1990) shall be dedicated to said well.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal 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