

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY

August 24, 1993

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-3300*

Dear Ms. Bradfield:

Reference is made to your application dated July 22, 1993, for a non-standard Basin-Fruitland coal gas well location for your existing Hanks Well No. 16E which was drilled in June 1982 and completed in the Basin Dakota Pool at a standard gas well location 1520 feet from the North line and 1725 feet from the West line (Unit F) of Section 6, Township 27 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Dakota zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, Lots 6, 7, 10, 11, 12 and 13 and the E/2 SW/4 (W/2 equivalent) of said Section 6 shall be dedicated to the well forming a standard 349.33-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay  
Director

WJL/MES/amg

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