



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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

August 30, 1994

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-3423

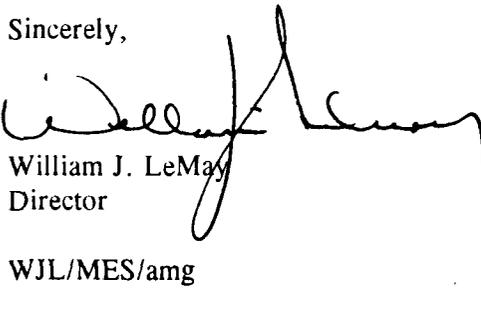
Dear Ms. Bradfield:

Reference is made to your application dated August 9, 1994 for an unorthodox gas well location for both the Blanco-Mesaverde Pool and the Undesignated Gavilan-Pictured Cliffs Pool for the proposed Jicarilla "95" Well No. 6-A (API No. 30-039-25442). Said well to be drilled 1730 feet from the South line and 1930 feet from the East line (Unit J) of Section 36, Township 27 North, Range 3 West, NMPM, Rio Arriba County, New Mexico. It is our understanding that production from both zones are to be downhole commingled.

The existing standard 320-acre gas spacing and proration unit in the Blanco-Mesaverde Pool comprising the S/2 of said Section 36, which is presently dedicated to the Jicarilla "95" Well No. 6 (API No. 30-039-06790), located at a standard gas well location 990 feet from the South and West lines (Unit M) of said Section 36, and the SE/4 of said Section 36 being a standard 160-acre gas spacing and proration unit for the Pictured Cliffs interval, are to be dedicated to said well.

By the authority granted me under the provisions of Rule 2(c) of the "Special Rules and Regulations for the Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, and Division General Rule 104.F(1), the above-described unorthodox gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/amg

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