



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

March 15, 1995

Meridian Oil, Inc.
Attention: Peggy Bradfield
P.O. Box 4289
Farmington, New Mexico 87499-4289

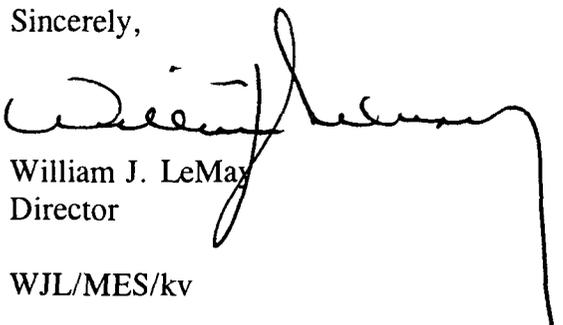
Administrative Order NSL-3499

Dear Ms. Bradfield:

Reference is made to your application dated February 21, 1995 for a non-standard gas well location in the Basin-Dakota Pool for your proposed Canyon Largo Unit Well No. 427 to be drilled 900 feet from the South line and 2215 feet from the West line (Unit N) of Section 11, Township 25 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. The W/2 of said Section 11 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

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

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington