



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

September 6, 1996

Burlington Resources Oil & Gas Company/Meridian Oil, Inc.
P. O. Box 4289
Farmington, New Mexico 87499-4289
Attention: Peggy Bradfield

Administrative Order NSL-3706

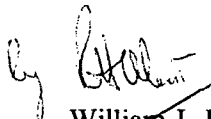
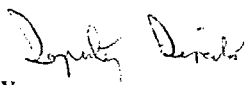
Dear Ms. Bradfield:

Reference is made to your application dated August 19, 1996 for an unorthodox "infill" gas well location for both the Blanco-Mesaverde and Basin-Dakota Pools for the proposed San Juan "27-5" Unit Well No. 100-M to be drilled 2380 feet from the South line and 905 feet from the East line (Unit I) of Section 1, Township 27 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

Production from the Basin-Dakota Pool is to be included in an existing standard 320-acre gas spacing and proration unit comprising the S/2 of said Section 1 which is currently dedicated to Meridian's San Juan "27-5" Unit Well No. 100 (API No. 30-039-08114), located at a standard gas well location 1090 feet from the South line and 825 feet from the West line (Unit M) of said Section 1 and production from the Blanco-Mesaverde Pool is to be included in an existing standard 320.08-acre gas spacing and proration unit comprising Lots 1 and 2, the S/2 NE/4, and the SE/4 (E/2 equivalent) of said Section 1 which is currently dedicated to Meridian's San Juan "27-5" Unit N-P Well No. 55 (API No. 30-039-07205), located at a standard gas well location 1040 feet from the North line and 990 feet from the East line (Lot 1/Unit A) of said Section 1.

By the authority granted me under the provisions of Rule 2(d) of the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool/Special Rules and Regulations for the Basin-Dakota Pool*", as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox "infill" gas well location for the San Juan "27-5" Unit Well No. 100-M is hereby approved.

Sincerely,


by 
William J. LeMay
Director

WJL/MES/kv

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