



BRUCE KING
GOVERNOR

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

July 9, 1991

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Meridian Oil, Inc.
21 Desta Drive
Midland, TX 79705

Attention: Connie L. Malik

Administrative Order SD-91-11

Dear Ms. Malik:

Per your application dated June 17, 1991, you are hereby authorized to simultaneously dedicate Jalmat Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the SW/4 of Section 29, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico (Division Order R-520, dated August 12, 1954), from the existing

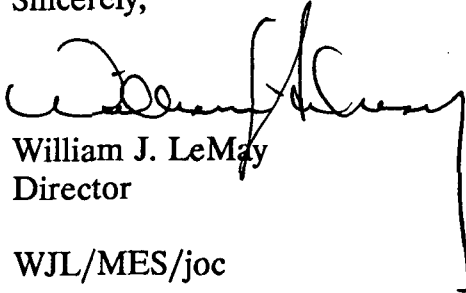
Olsen-Bliebry Well No. 1 located at a standard gas well location 1650 feet from the South line and 990 feet from the West line (Unit L) of said Section 29,

Olsen-Bliebry Well No. 2 to be located at an unorthodox gas well location (Division Administrative Order NSL-2101, dated August 5, 1985) 500 feet from the South and West lines (Unit M) of said Section 29, and to the proposed

Olsen-Bliebry Well No. 3 to be drilled at a standard gas well location 1980 feet from the South line and 1830 feet from the West line (Unit K) of said Section 29.

Further, you are permitted to produce the allowable assigned said 160-acre unit from all three wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the typed name and title.

William J. LeMay
Director

WJL/MES/joc

cc: Oil Conservation Division - Hobbs
U.S. BLM - Carlsbad
File: NSL-2101 ✓