



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

January 8, 1991

BRUCE KING
GOVERNOR

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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-2971

Dear Ms. Bradfield:

Reference is made to your application dated September 25, 1990 for a non-standard Basin-Fruitland coal gas well location for your existing San Juan Well No. 20A which was drilled in 1978 and completed in the Blanco Mesaverde Pool at a standard gas well location 850 feet from the North line and 1100 feet from the West line (Unit D) of Section 35, Township 29 North, Range 9 West, NMPM, San Juan County, New Mexico.

It is our understanding that said well will be dually completed in both the Blanco Mesaverde and Basin-Fruitland Coal Gas Pools; however, pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, the subject location is unorthodox. Further, the W/2 of said Section 35 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 8 of said Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
File: Case No. 10150
W. Thomas Kellahin