



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

May 27, 1993

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

ANITA LOCKWOOD
CABINET SECRETARY

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

Administrative Order NSL-3243

Dear Ms. Bradfield:

Reference is made to your application dated May 11, 1993 for an unorthodox Blanco-Mesaverde gas well location on an existing 276.35-acre gas spacing and proration unit (GPU) for said Blanco-Mesaverde Pool (0.86 acreage factor) comprising Lots 1, 2, 7, 8, 9, 10, 15, and 16 (E/2 equivalent) of Section 12, Township 31 North, Range 10 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the San Juan 32-9 Unit Well Nos. 4 and 4-A located in Units H and I, respectively, of said Section 12.

By the authority granted me under the provisions of Rule 2(d) of the Special Rules and Regulations for the Blanco-Mesaverde Pool, as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox gas well location is hereby approved:

**San Juan 32-9 Unit Well No. 4-R
1600' FNL - 710' FEL (Unit H)**

Further, Meridian is authorized to simultaneously dedicate Blanco-Mesaverde gas production on the subject GPU from the No. 4-R well with the two existing Well Nos. 4 and 4-A. Said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

William J. LeMay
Director

WJL/MES/amg

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