State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



January 11, 1995

Meridian Oil, Inc.

Attention: Peggy Bradfield

P.O. Box 4289

Farmington, New Mexico 87499-4289

Administrative Order NSL-3384-A

Dear Ms. Bradfield:

Reference is made to your application dated December 9, 1994 for an unorthodox Pictured Cliffs gas well location for your existing San Juan 30-6 Unit Well No. 66-R (API No. 30-039-25400), which was drilled in June, 1994 and completed in the Blanco-Mesaverde Pool at an unorthodox gas well location (approved by Division Administrative Order NSL-3384, dated April 28, 1994) 255 feet from the South line and 190 feet from the West line (Unit M) of Section 14, Township 30 North, Range 7 West, NMPM, Rio Arriba County, New Mexico.

It is our understanding that Meridian intends to dually complete said well in both the Pictured Cliffs formation and Blanco-Mesaverde Pool; and, pursuant to Division General Rule 104.B(2)(a) said well location is considered to be unorthodox for Pictured Cliffs gas production.

By the authority granted me under the provisions of Division General Rule 104.F(1), the above-described unorthodox Pictured Cliffs gas well location is hereby approved.

Further, all provisions of said original Order NSL-3384 shall remain in full force and affect until further notice.

Sincerely,

William J. LeMa

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

File:

NSL-3384

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division
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Energy Conservation & Management 827-5900

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