STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

April 11, 1996

Meridian Oil, Inc. P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Peggy Bradfield

Administrative Order NSL-3655

Dear Ms. Bradfield:

Reference is made to your application dated March 13, 1996 for a non-standard gas well location for your proposed Brown Well No. 207 to be drilled 860 feet from the South line and 615 feet from the East line (Unit P) of Section 30, Township 29 North, Range 4 West, NMPM, Gobernador-Pictured Cliffs Pool, Rio Arriba County, New Mexico. The SE/4 of said Section 30 shall be dedicated to the well to form a standard 160-acre gas spacing and proration unit for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely.

William J. LeMa Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

U. S. Forest Service - Bloomfield