STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

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

November 8, 1988

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

Attention: Peggy Bradfield

RE: Administrative Application for an Unorthodox Gas Well

Location; San Juan 30-6 Unit No. 443; G-36-30N-6W; Rio Arriba County, New Mexico.

Dear Ms. Bradfield:

This application is being set to hearing before an examiner for the following reasons:

- The dedicated acreage is only 115.04 acres, or 71.9% smaller than standard, this issue was not addressed in the application; and
- There is presently a well 990 feet from the East line and 1800 feet from the North line which is in an area where supposingly there is a "steep cliff," this fact was not mentioned in this application. I was therefore led to believe that a location in that area where you have drawn contour lines is "impossible" to drill in, which does not seem to be the case.

Sincerely

Michael E. Stogner Engineer/Chief Hearing Officer

MES/ag

cc: Oil Conservation Division - Aztec