



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

GARREY CARRUTHERS
GOVERNOR

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

December 18, 1989

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

Attention: Peggy Bradfield

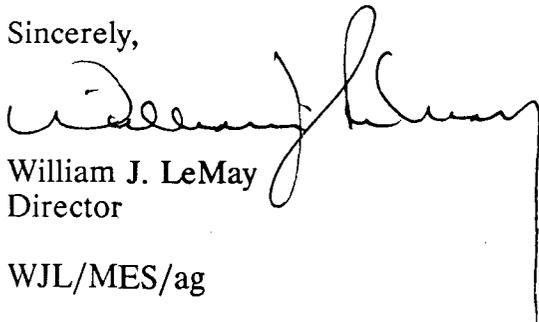
Amended Administrative Order NSL-2166

Dear Ms. Bradfield:

By Division Order NSL-2166 dated October 2, 1985 approval was granted Meridian Oil Company for the Bloomfield Well No. 3 to be drilled at an unorthodox gas well location 680 feet from the South line and 2200 feet from the East line (Unit O) of Section 17, Township 29 North, Range 11 West, NMPM, Aztec Pictured Cliffs Pool, San Juan County, New Mexico. It is my understanding that this well will now be recompleted in the Basin-Fruitland Coal Gas Pool where the E/2 of said Section 17 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 the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by 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
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington