



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

June 23, 1989

Merrion Oil and Gas Corporation
P.O. Box 840
Farmington, NM 87499

Attention: Steven S. Dunn
Operations Manager

Administrative Order NSL-2670

Dear Mr. Dunn:

Reference is made to your application of May 25, 1989 for a non-standard gas well location for your Federal 21 Well No. 4 located 330 feet from the South line and 2310 feet from the West line (Unit N) of Section 21, Township 20 North, Range 5 West, NMPM, McKinley County, New Mexico, which was drilled to a total depth of 6,000 feet in 1976 and completed at a standard oil well location in the Ojo Encino Entrada Pool. Said well to be recompleted in the Mesaverde formation in which the SW/4 of said Section 21 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
NM Oil and Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington