STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

September 11, 1991

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

Attention: Peggy Bradfield

Administrative Order NSL-3046

Dear Ms. Bradfield:

Reference is made to your application dated August 2, 1991 for a non-standard gas well location for your Huerfano Unit Well No. 302 to be located 815 feet from the North line and 1515 feet from the West line (Unit C) of Section 31, Township 27 North, Range 10 West, NMPM, Undesignated Angels Peak - Gallup Associated Pool, San Juan County, New Mexico. Lots 1 and 2, NE/4, and E/2 NW/4 (N/2 equivalent) of said Section 31 shall be dedicated to the well forming a standard 327.90-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Angels Peak - Gallup Associated Pool, as promulgated by Division Order No. R-5353, as amended, the above described unorthodox gas well location is hereby approved:

Sincerely,

WILLIAM J. LEMAY

Director

WJL/MES/jc

cc: Oil Conservation Division - ¹Aztec USBLM - Farmington