STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

May 27, 1993

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO B7504 (505) 827-5800

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

Attention: Peggy Bradfield

Administrative Order NSL-3249

Dear Ms. Bradfield:

Reference is made to your application dated May 19, 1993, for a non-standard gas well location for your Allison Unit Well No. 1-R to be drilled 1915 feet from the North line and 655 feet from the West line (Unit E) of Section 17, Township 32 North, Range 6 West, NMPM, Basin Dakota Pool, Rio Arriba County, New Mexico.

It is our understanding that said well is to be a replacement well, for your Allison Unit Well No. 1 also located in Unit E and is currently dedicated to the W/2 of said Section 17 being a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Basin Dakota Pool, as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox replacement gas well location is hereby approved.

Sincerely,

William J. LeMa

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington