



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



BRUCE KING
GOVERNOR

May 27, 1993

ANITA LOCKWOOD
CABINET SECRETARY

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

Meridian Oil, Inc.
Attention: Peggy Bradfield
P.O. Box 4289
Farmington, New Mexico 87499-4289

Administrative Order NSL-3250

Dear Ms. Bradfield:

Reference is made to your application dated May 5, 1993 for an unorthodox Blanco-Mesaverde gas well location on a previously approved (Division Administrative Order NWU-284, dated August 6, 1958) non-standard 266.77-acre gas spacing and proration unit (GPU) for said Blanco-Mesaverde Pool comprising Lots 5 through 12 (N/2 equivalent) of Section 7, Township 31 North, Range 9 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the Johnston Federal Well Nos. 7 and 7A located in Units A and F, respectively, of said Section 7.

By the authority granted me under the provisions of Rule 2(d) of the Special Rules and Regulations for the Blanco-Mesaverde Pool, as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox gas well location is hereby approved:

**Johnston Federal Well No. 7-B
1275' FNL - 810' FWL (Unit C)**

Further, Meridian is authorized to simultaneously dedicate Blanco-Mesaverde gas production on the subject GPU from the No. 7-B well with the two existing Well Nos. 7 and 7-A. Said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington