



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

November 21, 1994

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

Attention: Peggy Bradfield

Administrative Order NSL-3436

Dear Ms. Bradfield:

Reference is made to your application dated October 10, 1994 for a non-standard Gallegos-Gallup Associated Pool gas well location for your existing P. L. Davis Well No. 2 (API No. 30-045-20537) which was drilled in 1969 and completed in the Basin-Dakota Pool at a standard gas well location 800 feet from the North line and 1500 feet from the East line (Unit B) of Section 25, Township 26 North, Range 11 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Basin-Dakota zone has been properly plugged back and said well has been recompleted to the Gallegos-Gas Associated Pool, which pursuant to the Special Rules and Regulations for the Gallegos-Gas Associated Pool as promulgated by Division Order No. 5353, as amended, is unorthodox. Further, the E/2 of said Section 25 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 2 (c) of said Division Order No. R-5353, as amended, the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington