



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

September 20, 1995

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

Attention: Peggy Bradfield

Administrative Order NSL-3575

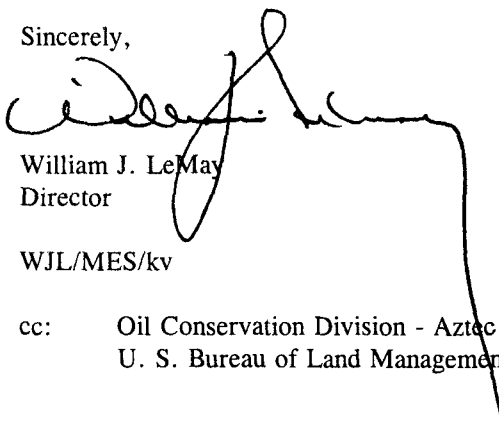
Dear Ms. Bradfield:

Reference is made to your application dated August 23, 1995 for a non-standard Blanco-Mesaverde gas well location 825 feet from the South line and 1980 feet from the East line (Unit O) of Section 33, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico, for your existing Zachry Well No. 45 (API No. 30-045-25629), which was drilled at a standard oil well location in 1983 and completed in the Armenta-Gallup Pool.

It is our understanding that the Gallup interval has recently been plugged back and said well has been recompleted to the Blanco-Mesaverde Pool and, pursuant to the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended, said location is unorthodox. Further, the E/2 of said Section 33 shall be dedicated to the well to form a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of **Rule 2(d)** of said special pool rules, the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

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