



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

January 3, 1996

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

Attention: Peggy Bradfield

*Administrative Order NSL-3610(NSP)*

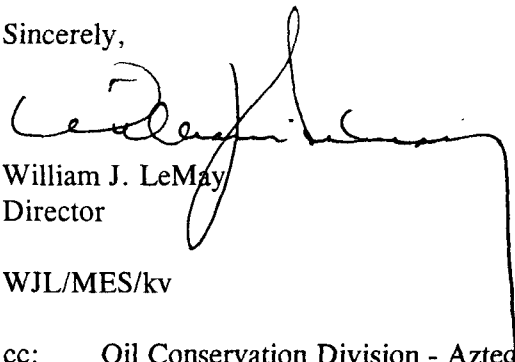
Dear Ms. Bradfield:

Reference is made to your application dated December 5, 1995 for a non-standard Blanco-Mesaverde gas well location 369 feet from the South line and 939 feet from the West line (Unit M) of irregular Section 11, Township 28 North, Range 10 West, NMPM, San Juan County, New Mexico, for your existing Zachry Well No. 56 (API No. 30-045-25649), which was drilled at a standard oil well location in 1983 and completed in the Armenta-Gallup Oil Pool.

It is our understanding that the Gallup interval will be temporarily abandoned with a cast iron bridge plug and said well will be recompleted up-hole 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, all of said irregular Section 11 being a non-standard 262.68-acre gas spacing and proration unit for said pool is to be dedicated to said well.

By the authority granted me under the provisions of **Rules 2(a)4 and 2(d)** of said special pool rules, the above-described unorthodox gas well location and non-standard proration unit are hereby approved.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

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