STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

July 22, 1993

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

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

Attention: Peggy Bradfield

Administrative Order NSP-1675(L)

Dear Ms. Bradfield:

Reference is made to your application dated June 2, 1993 for a 123.87-acre non-standard oil spacing and proration unit consisting of the following acreage in the Undesignated Duffers Point Gallup-Dakota Oil Pool:

SAN JUAN COUNTY, NEW MEXICO TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPM Section 6: Lots 8, 9, 10 and 11 (NE/4 equivalent)

It is my understanding that this unit is to be dedicated to your Duffers Well No. 1 to be drilled at an unorthodox oil well location 990 feet from the North line and 790 feet from the East line (Unit A) of said Section 6.

By authority granted me under the provisions of Rules 3 and 5 of the Special Rules and Regulations for the Duffers Point Gallup-Dakota Oil Pool, as promulgated by Division Order No. R-7435, the above non-standard oil spacing and proration unit and unorthodox oil well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington