



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



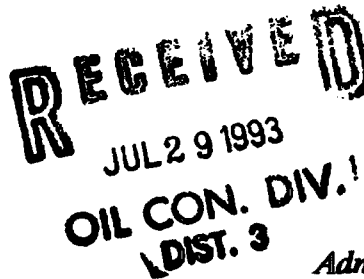
BRUCE KING  
GOVERNOR

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



*Administrative Order NSL-3285*

Dear Ms. Bradfield:

Reference is made to your application dated June 30, 1993 for an unorthodox Blanco-Mesaverde gas well location on an existing 335.36-acre gas spacing and proration unit (GPU) for said Blanco-Mesaverde Pool (1.05 acreage factor) comprising Lots 2, 3, 4, 5, 10, 11, 12 and 13 (W/2 equivalent) of Section 15, Township 32 North, Range 7 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the Allison Unit Well Nos. 16 and 16-A located in Units N and C, respectively, of said Section 15.

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:

**Allison Unit Well No. 16-R  
995' FSL - 2335' FWL (Unit N)**

Further, Meridian is authorized to simultaneously dedicate Blanco-Mesaverde gas production on the subject GPU from the No. 16-R well with the two existing Well Nos. 16 and 16-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