

**STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:**

**CASE NO. 10699 (Reopened)
Order No. R-9880-A**

**APPLICATION OF MERIDIAN OIL INC.
TO AMEND DIVISION ORDER NO. R-9880,
RIO ARriba COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 20, 1993, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 4th day of June, 1993, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-9880, issued in Case No. 10699 on April 21, 1993, the Division authorized Meridian Oil Inc. to downhole commingle Blanco-Pictured Cliffs and Basin-Fruitland Coal Gas Pool production within the wellbore of its San Juan 29-7 Unit Well No. 583 to be drilled at a standard gas well location 1850 feet from the South line and 790 feet from the West line (Unit L) of Section 6, Township 29 North, Range 7 West, NMPM, San Juan County, New Mexico.

(3) Subsequent to the issuance of Order No. R-9880, it was determined that the San Juan 29-7 Unit Well No. 583 was actually located in Unit K of Section 6 rather than in Unit L, and that the well was actually located in Rio Arriba County rather than in San Juan County.

(4) This case was reopened and readvertised in order to correct the unit letter location and county as described above.

(5) Meridian Oil Inc. was the only party who entered an appearance in this case on May 20, 1993.

(6) Division Order No. R-9880 should be amended to reflect the proper unit letter location and county.

IT IS THEREFORE ORDERED THAT:

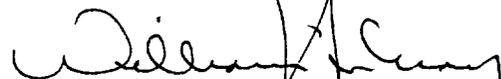
(1) All references to the unit letter location and county for the San Juan 29-7 Unit Well No. 583, as contained within Division Order No. R-9880, are hereby amended to read "Unit (K)" and "Rio Arriba County", respectively.

(2) All other provisions contained within Division Order No. R-9880 shall remain in full force and effect.

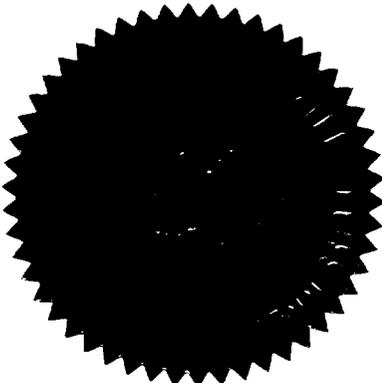
(3) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director



S E A L



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
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June 4, 1993

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P. O. Drawer 2265
Santa Fe, New Mexico 87504

RE: CASE NO. 10699
ORDER NO. R-9880-A

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Leichtle
Sally E. Leichtle
Administrative Secretary

cc: Monika Romero - OCD
BLM - Farmington
OCD Aztec Office
Donna McDonald - OCD
Steve Keene - TRD