

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

1. TYPE OF WELL GAS		5. LEASE NUMBER SF-078092	
2. OPERATOR MERIDIAN OIL INC.		6. IF INDIAN, ALL. OR TRIBE NAME	
3. ADDRESS & PHONE NO. OF OPERATOR P O BOX 4289 FARMINGTON, NM 87499		7. UNIT AGREEMENT NAME	
4. LOCATION OF WELL 1000'FNL 2100'FEL		8. FARM OR LEASE NAME DOUTHIT FEDERAL	
		9. WELL NO. 261	
		10. FIELD, POOL, OR WILDCAT BASIN FRUITLAND COAL	
		11. SEC. T. R. M OR BLK. SEC. 26 T27N R11W NMPM	
14. PERMIT NO.	15. ELEVATIONS 6436'GL	12. COUNTY SAN JUAN	13. STATE NM

16. SUBSEQUENT REPORT OF: Amended Application for Permit to Drill

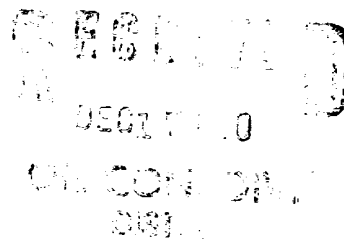
17. Describe proposed or completed operations

from Reference is made to Marathon Oil's permit to drill the Douthit
from Federal #261 submitted 10-02-90 and approved 11-08-90.

Meridian Oil Inc. will operate and drill this well as the Douthit
Federal #261 at 1000'FNL and 2100'FEL of Section 26 of Township 27
and Range 11.

Submitted for review:

- Operations Plan
- BOP Diagrams
- Facilities Diagram



18. AUTHORIZED BY: *[Signature]*
REGULATORY AFFAIRS

12-3-90
DATE

NOTE: THIS FORMAT IS ISSUED IN LIEU OF US BLM FORM 3160-5. **APPROVED AS AMENDED**

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(This space for Federal or State office use)

APPROVED BY _____ TITLE _____
CONDITION OF APPROVAL, IF ANY: _____

DEC 03 1990
DATE *[Signature]*
AREA MANAGER

Well Name: 261 DOUTHIT FEDERAL
 Sec. 26 T27N R11W
 BASIN FRUITLAND COAL

1000'FNL 2100'FEL
 SAN JUAN NEW MEXICO
 Elevation 6436'GL

Formation tops: Surface- NACIMIENTO

Ojo Alamo- 1010

Kirtland- 1185

Fruitland Coal Base- 2078

Pictured Cliffs- 2079

Total Depth- 2080

Logging Program: Mud logs from 2078 to total depth.

Mud Program:	Interval	Type	Weight	Visc.	Fl. Loss
	0 - 200	Spud	8.4 - 8.9	40-50	no control
	200 - 2080	Non-dispersed	8.4 - 9.5	30-60	no control

Casing Program:	Hole Size	Depth Interval	Csg. Size	Weight	Grade
	12 1/4"	0 - 200	8 5/8"	24.0#	K-55
	7 7/8"	0 - 2080	5 1/2"	15.5#	K-55
Tubing Program:		0 - 2080	2 3/8"	4.7#	J-55

Float Equipment: 8 5/8" surface casing - saw tooth guide shoe. Centralizers will be run in accordance with Onshore Order #2.

5 1/2" production casing - float shoe on bottom. Three centralizers run every other joint above shoe. Two turbolizing type centralizers - one below and one into the base of the Ojo Alamo @ 1185'. Standard centralizers thereafter every fourth joint up to the base of the surface pipe.

Wellhead Equipment: 8 5/8" x 5 1/2" x 2 3/8" x 11" 3000 psi xmas tree assembly

Cementing:

8 5/8" surface casing - cement with 211 sacks of class "B" cement with 1/4# flocele/sack and 3% calcium chloride (248 cu ft. of slurry, 200% excess to circulate to surface). WOC 12 hours. Test casing to 600 psi for 30 minutes.

5 1/2" production casing - lead with 316 sacks of 65/35 class "B" poz with 6% gel, 2% calcium chloride and 1/2 cu.ft. Perlite/sack (10.3 gallons of water/sack) tail with 100 sacks of class "B" with 2% calcium chloride. 728 cu ft. of slurry, 100% excess to circulate to surface. If hole conditions permit, a 600 ft spacer will be run ahead of the cement slurry to avoid mud contamination of the cement. WOC 12 hours. If cement does not circulate to surface, a temperature log will be run after 8 hours to determine TOC.

BOP and Tests:

Surface to TD - 11" 2000 psi(minimum) double gate BOP stack (Reference Figure #1 and #2). Prior to drilling out surface casing, test rams to 600 psi for 30 minutes.

Completion - 6" 2000 psi(minimum) double gate BOP stack (Reference Figure #2). Prior to completion operations, test rams to 3000 psi for 15 minutes.

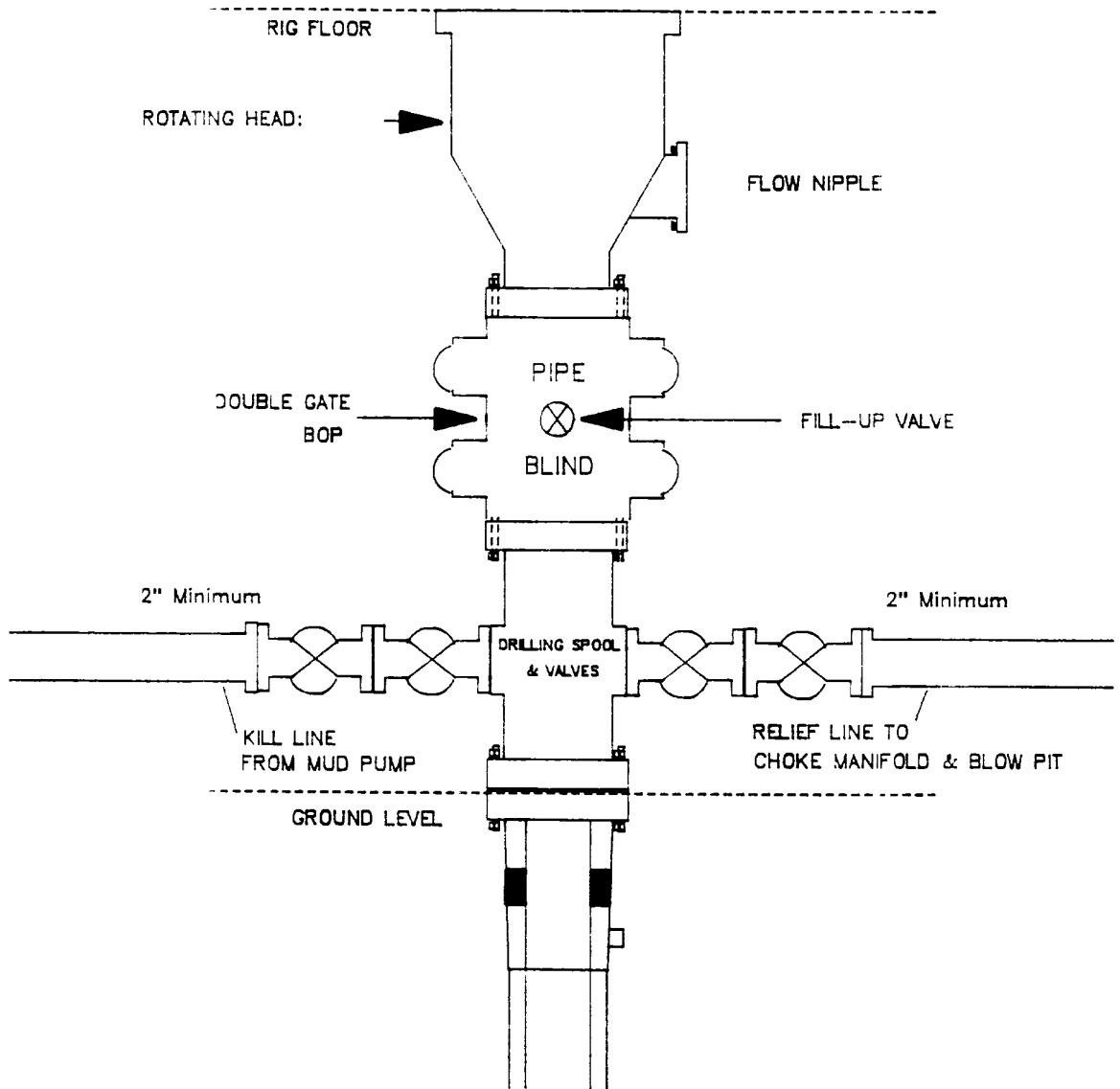
From surface to TD - choke manifold (Reference Figure #3).

Pipe rams will be actuated at least once each day and blind rams actuated once each trip to test proper functioning. An upper kelly cock valve with handle and drill string safety valves to fit each drill string will be maintained and available on the rig floor.

Additional Information:

- * The Fruitland coal formation will be completed.
- * Anticipated Fruitland pore pressure is 300 psi.
- * This gas is dedicated.
- * The E/2 of Section 26 is dedicated to this well.
- * New casing will be utilized.
- * Cementing Contractor will provide the BLM with a chronological log including the pump rate and pressure, and the slurry density and volume for all cement jobs.
- * Pipe movement (either rotation or reciprocation) will be done if hole conditions permit.

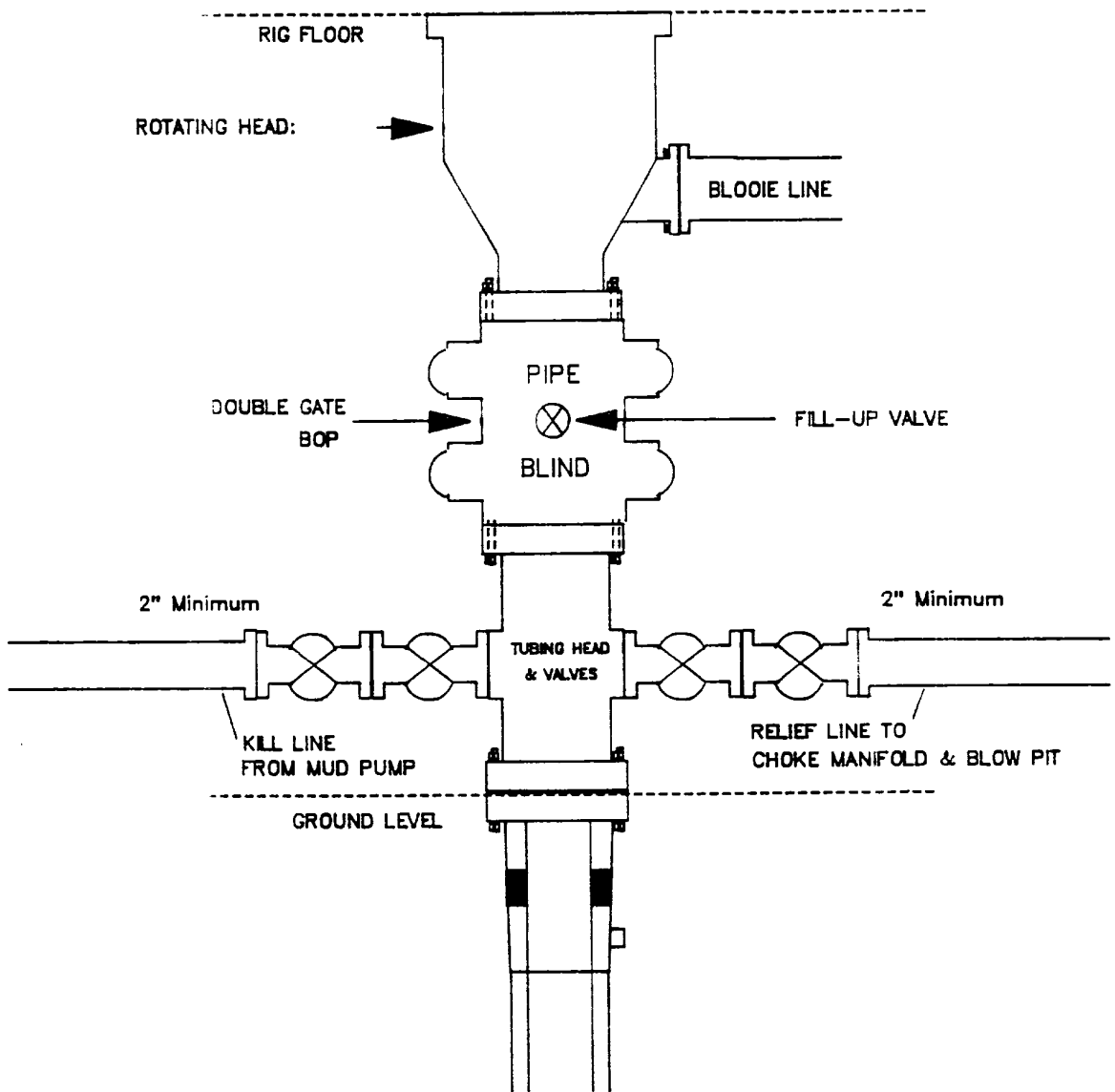
MERIDIAN OIL INC.
Drilling Rig
BOP Configuration



Minimum BOP installation for a typical Fruitland Coal well from surface to Total Depth. 11" Bore (10" Nominal), 2000psi minimum working pressure double gate BOP to be equipped with blind and pipe rams. A Schaffer Type 50 or equivalent rotating head to be installed on the top of BOP. All equipment is 2000psi working pressure/or greater.

Figure #1

MERIDIAN OIL INC.
Completion Rig
BOP Configuration

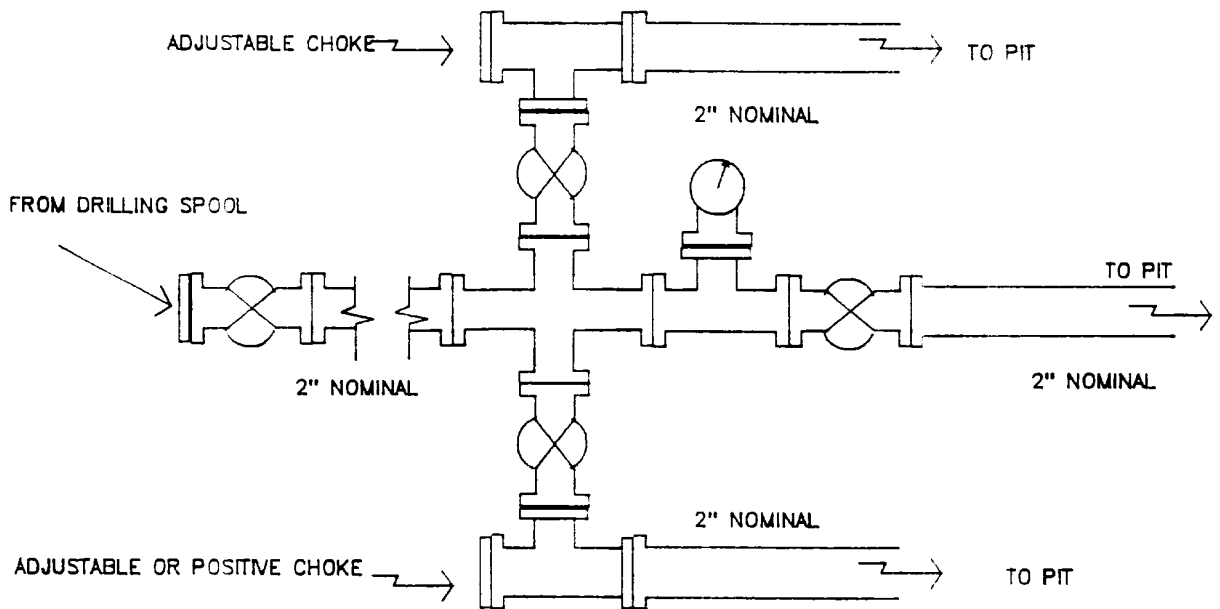


Minimum BOP installation for Completion Operations. 7 1/16" Bore (6" Nominal), 2000psi minimum working pressure double gate BOP to be equipped with blind and pipe rams.

Figure #2

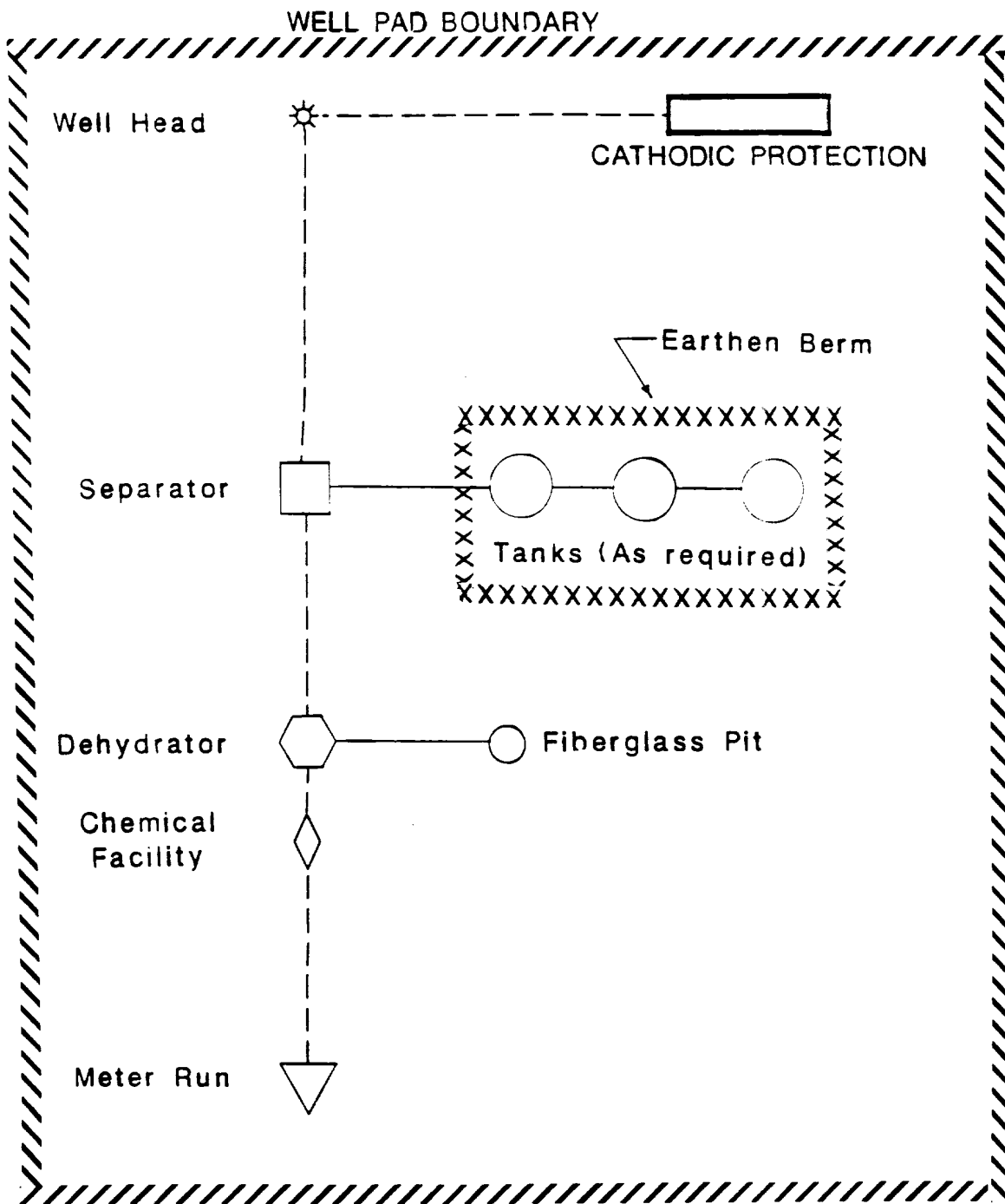
MERIDIAN OIL INC.

Typical Fruitland Coal Well Choke Manifold Configuration



Minimum choke manifold installation for a typical Fruitland Coal well from surface to Total Depth. 2", 2000psi working pressure equipment with two chokes.

Figure #3



PLAT #1

MERIDIAN OIL
ANTICIPATED
PRODUCTION FACILITIES
FOR A
FRUITLAND WELL

KFR 2/90

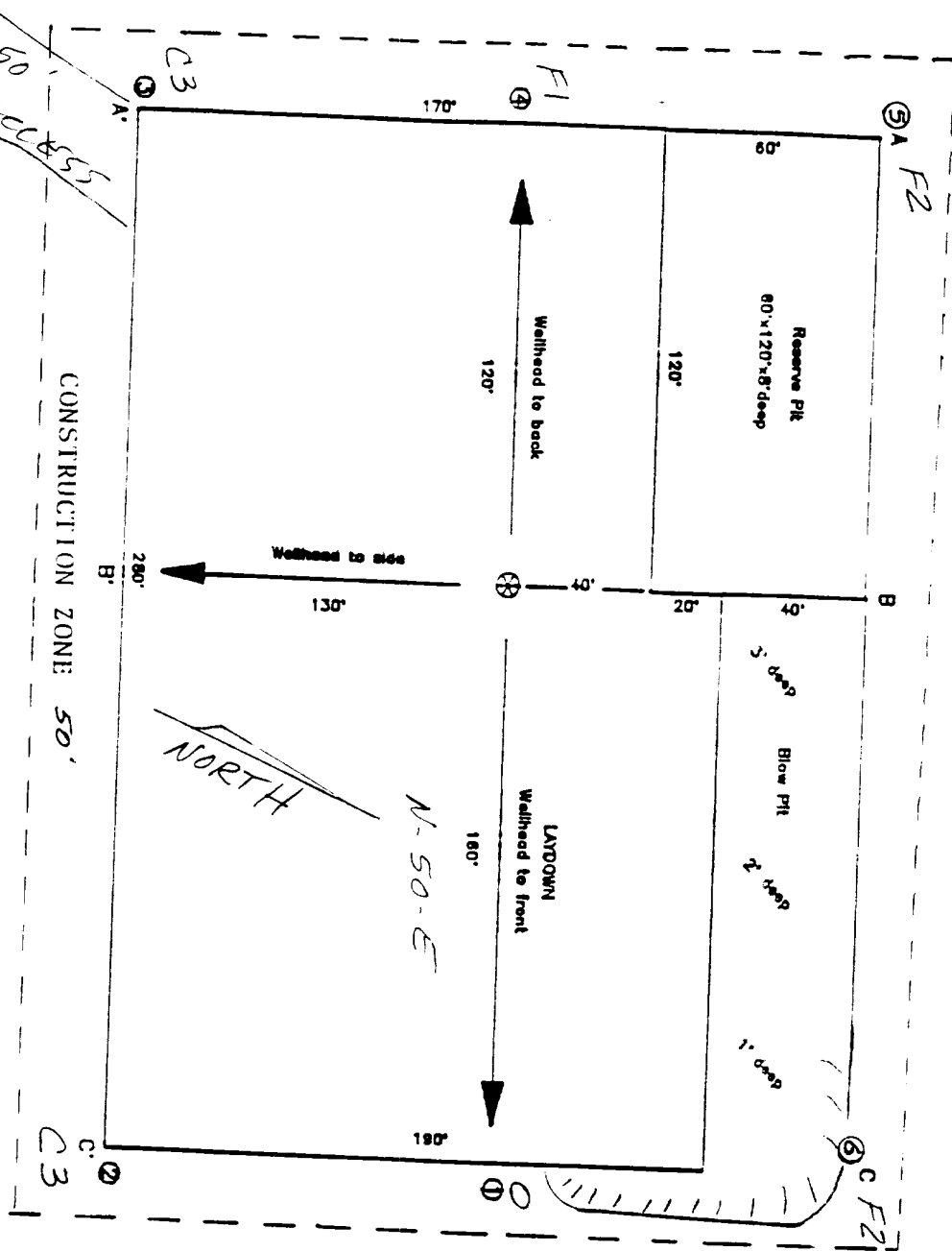
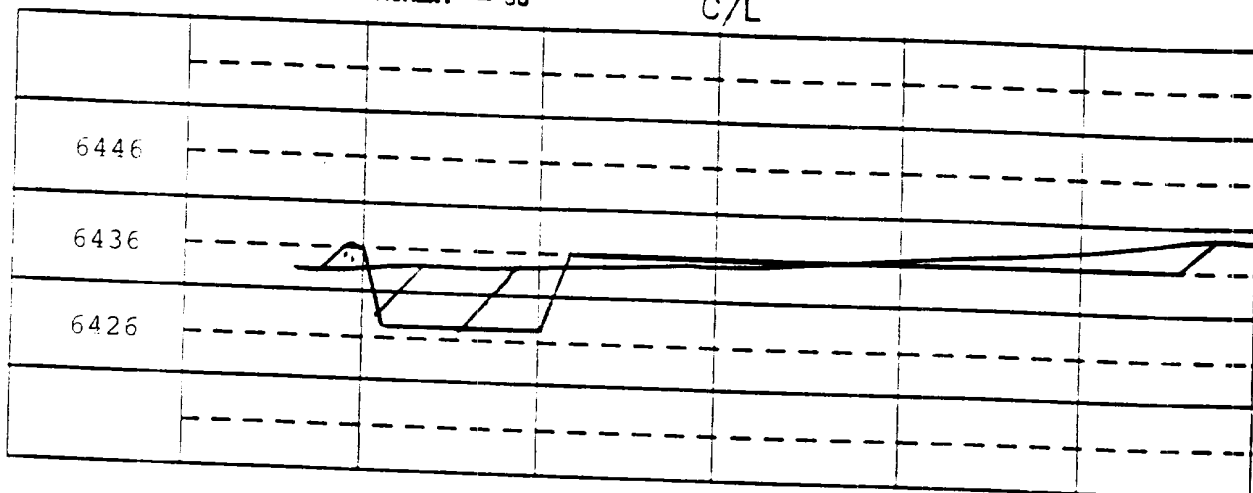


EXHIBIT: _____	
Name: _____	MOI Douthit Federal #261
Footage: _____	1000' FNL, 2100' FEL,
Sec. 26	T- 27 -N, R- 11 -W NMMPM
Co. San Juan	St. NM
Elevation: 6436'	Date: 11-29-90

Plat 2
2/3/90

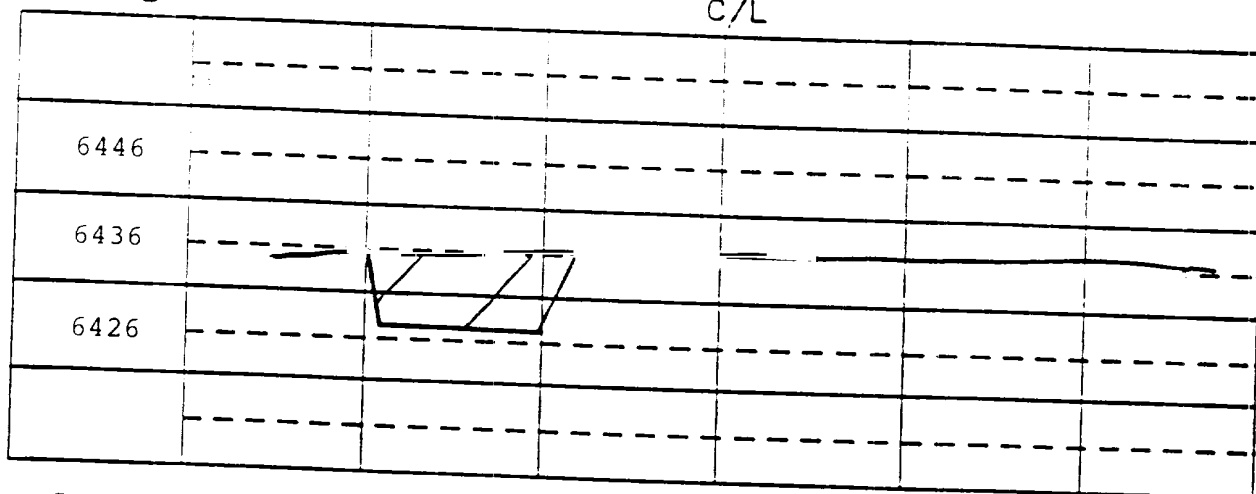
A - A' Vert.: 1" = 20' Horiz.: 1" = 50'

C/L



B - B'

C/L



C - C'

C/L

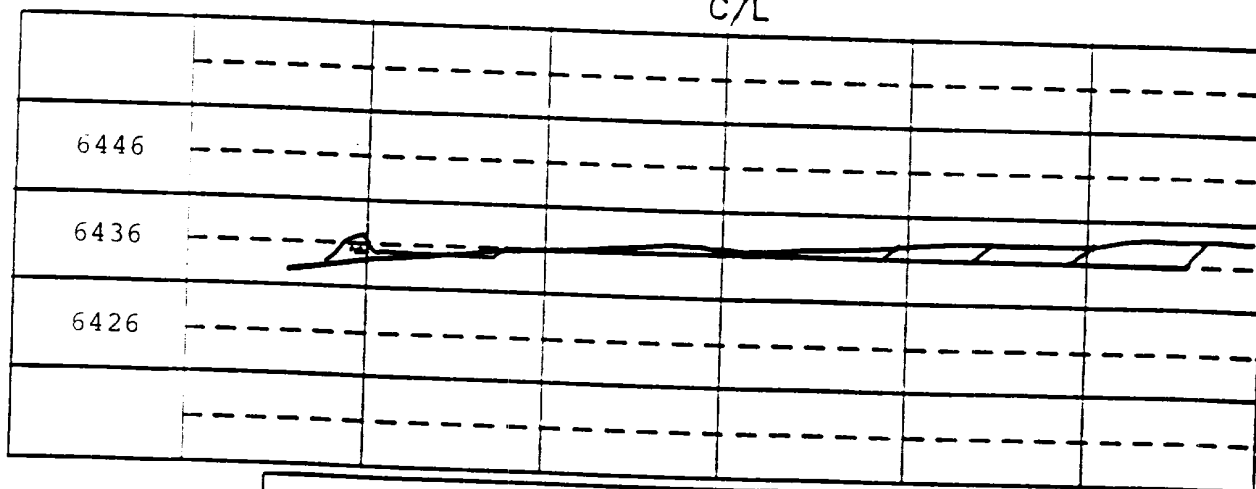


EXHIBIT:

Name: MOI Douthit Federal #26

Footage: 1000' FNL, 2100' FEL,

Sec 26 T- 27 -N,R- 11 -W NMPM

Co. San Juan St. NM

Elevation: 6436' Date: 11-29-90

Plot XC
2/4/90