

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division

Sundry Notices and Reports on Wells

1. Type of Well GAS	API # (assigned by OCD)
2. Name of Operator MERIDIAN OIL <i>SOUTHLAND ROYALTY CO. SRE</i>	5. Lease Number Fee
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700	6. State Oil&Gas Lease Fee
4. Location of Well, Footage, Sec., T, R, M 1650'FSL, 1650'FEL Sec.3, T-29-N, R-12-W, NMPM, San Juan County	7. Lease Name/Unit Name M.E. McGrath
	8. Well No. 3
	9. Pool Name or Wildcat Fulcher Kutz PC
	10. Elevation:

Type of Submission

Type of Action

<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injectio
	<input checked="" type="checkbox"/> Other -	

13. Describe Proposed or Completed Operations

Meridian Oil requests that this well remain shut in in its present condition for one year. The subject well is currently unable to produce against existing pipeline pressure; should line pressures drop sufficiently, the well would produce in economic quantities. However, the well cannot produce at a rate sufficient to justify wellhead compression. We are currently evaluating its options to lower line pressure in general with the operator of the gathering system (GCNM/EPNG). This wellbore is mechanically sound, as indicated by the relationship between tubing/casing pressures (177/177 psi, respectively) and expected reservoir pressure for the area (200 psi). Additionally, a bradenhead test will be perforated within 180 days, and results submitted. Plans to remediate any failures will be submitted by notice of intent sundry.

RECEIVED
APR 14 1994

OIL CON. DIV.
DIST. 3

SIGNATURE *[Signature]* (SBD) Regulatory Affairs April 12, 1994

(This space for State Use)

Approved by _____ Title _____ Date _____

NOT APPROVED - WELL MUST COMPLY WITH RULES 201+203 C&L