

# MERIDIAN OIL

April 21, 1988

Mr. Frank Chavez  
State of New Mexico  
Oil Conservation Division  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

Dear Mr. Chavez:

I am requesting that the following well be approved for surface commingling of liquids. Both formations will be tanked in one tank on location. The interest is the same in both formations. This well is a Southland Royalty well.

Below are the explanations to justify the need for surface commingling of liquids produced from this well.

Reid #20 (Basin Dakota-Blanco Mesaverde) (A) Section 19, T28N, R9W

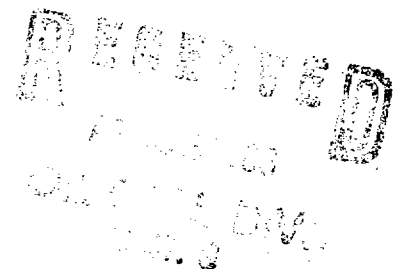
Reid #20 (Dakota) produced 229 days in 1987 and averaged 81 MCF/day. Reid #20 (Mesaverde) produced 299 days in 1987 and averaged 39 MCF/day. Total oil production for both zones for the year of 1987 was 334 bbls. Our records already have this split out as 21% Dakota oil and 79% Mesaverde oil from previous tests. (Reference PC Order #700 dated 1/25/85) As you can see from the 1987 production records it would not be cost effective to produce condensate into two separate tanks.

Sincerely,



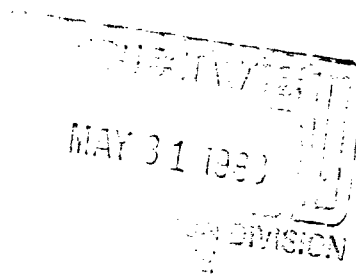
R. F. Headrick  
Production Supervisor

RFH/ldk  
021



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**MERIDIAN OIL**



**May 27, 1988**

**State of New Mexico  
Oil & Gas Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501**

**Attention: Mr. David Catanach**

**Dear Mr. Catanach:**

**In reference to our telephone conversation on May 19, 1988, we are providing the information you requested for the Southland Royalty wells. We hope you find this information satisfactory. If you have any questions, please give me a call at 505-326-9817.**

**Sincerely,**

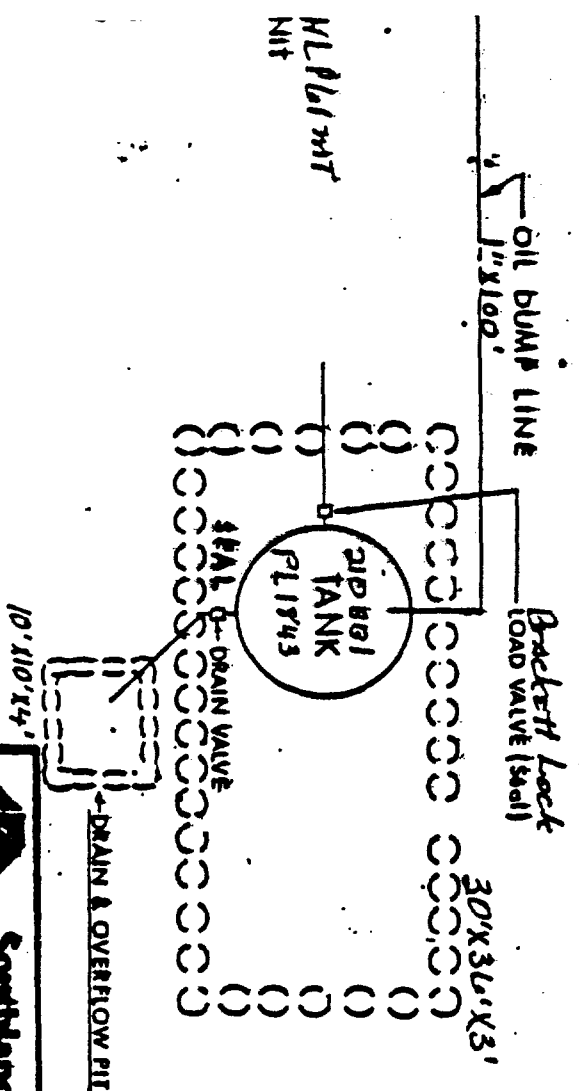
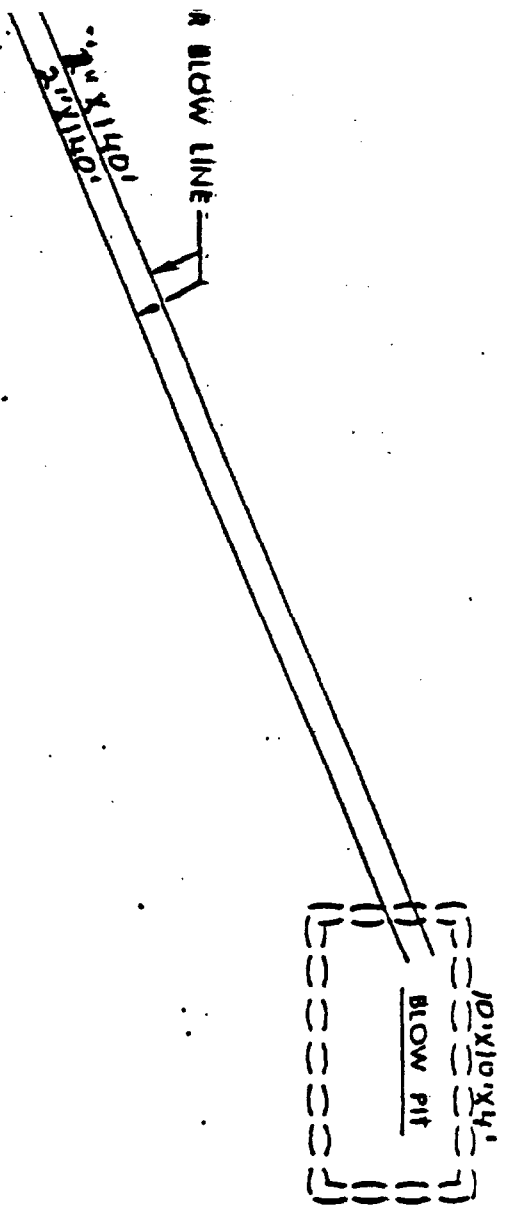
*Ron Headrick by RK*

**Ron Headrick  
Production Foreman**


**RH/1k**

**Enclosure**

	<u>Gravity</u>
Decker #2	57.4
Decker #4	59.4
East #5	62.9
East #10	55.0
Grenier A #3	61.3
Hare #14	56.9
Hare #16	56.7
Hare #18	58.4
Hedges #2	61.0
Hubbard #2	56.1
Hubbard #4	60.2
Jicarilla 101 #7	64.0
McClanahan #18	49.0
Moore #1	57.8
Nye #3A	57.1
Oliver #1	59.4
Patterson A Com #1	58.5
Reid #20	52.8
Richardson #5	58.1
Richardson #6	54.7
Thompson #5	53.5
Thompson #7	55.3



McClanahan #18  
 A Sec 13 T28N R10W 7MM  
 990N - 790E  
 San Juan Co. N.M.  
 82-079634



**Southland Royalty Company**  
 Farmington District  
FARMINGTON, NEW MEXICO

**SITE SECURITY**  
**DIAGRAM**

**No. 1**  
 C. PARSONS  
 N.T.S.

**SAN JUAN BASIN**  
 NEW MEXICO

NOV. 1962