

**KELLAHIN AND KELLAHIN**

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN\*

\*NEW MEXICO BOARD OF LEGAL SPECIALIZATION  
RECOGNIZED SPECIALIST IN THE AREA OF  
NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

TELEPHONE (505) 982-4285  
TELEFAX (505) 982-2047

June 29, 1994

HAND DELIVERED

200 11042

Mr. David R. Catanach  
Underground Injection Control  
Oil Conservation Division  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

JUN 29 1994

Re: Administrative Application for  
Salt Water Disposal Approval  
Meridian Oil Inc.'s  
Jillison Federal SWD #1 Well  
SE/4NW/4 Sec 8, T24N, R3W  
Rio Arriba County, New Mexico

Dear Mr. Catanach:

On June 8, 1994, on behalf of Meridian Oil Inc. we hand delivered to you Meridian's form C-108 for the referenced well.

We are now enclosing the following documents concerning notification:

- (1) certificate of newspaper publication showing the date of publishing to be June 9, 1994;
- (2) notification to Carolynn Clark Wiggins dated June 7, 1994 and her waiver of objection dated June 17, 1994;
- (3) notification to Donald & Paul Candelaria dated June 7, 1994.

Mr. David R. Catanach  
June 29, 1994  
Page 2.

In addition, the Bureau of Land Management is both the surface owner and the oil & gas mineral owner of the drill site tract and Meridian Oil Inc. has filed its Application for Permit to Drill with the BLM and has undertaken the surface inspections and other various BLM inspections. In verification of the BLM involvement, I have enclosed:

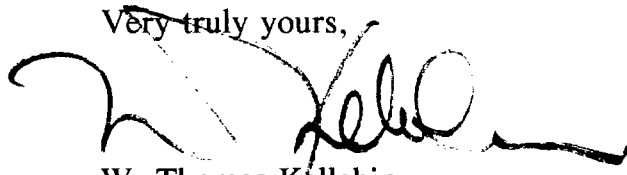
- (1) a copy of the topographical map and
- (2) the well staking worksheet to demonstrate the BLM involvement in approving this well.

Finally, I have advised Mr. Bryon Ault, Meridian's petroleum engineer for this project, of possible questions from Mr. Bush of the NMOCD-Aztec concerning certain technical items involving the wellbore. Mr. Ault has consulted with Mr. Bush and has revised the wellbore diagram which I am enclosing for your consideration:

- (1) Revised wellbore diagram for SWD

Please call me if you need anything else in order to process this request administratively.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', written over a horizontal line.

W. Thomas Kellahin

cc: OCD-Aztec  
cc: Van L. Goebel  
Meridian Oil Inc. (Farmington)



# THE SANTA FE NEW MEXICAN

KELLAHIN & KELLAHIN  
P. O. BOX 2265  
CITY 87504-2265

AD NUMBER: 261237

ACCOUNT: 44580

LEGAL NO.: 55509

P.O. #:

53	LINES	at	\$ 31.80
Affidavits:			5.25
TAX:			2.32
TOTAL:			\$ 39.37

## AFFIDAVIT OF PUBLICATION

STATE OF NEW MEXICO  
COUNTY OF SANTA FE

### PROPOSED SALT WATER DISPOSAL WELL

Meridian Oil, Inc. proposes the drilling of its Jillson Federal SWD Well No. 1 at a location 2415 feet FWL and 2305 feet FNL (Unit F) Section 8, T24N, R3W, NMPM, Rio Arriba County, New Mexico as a salt water disposal well for produced water to be injected into the Entrada Formation from approximately 8,441 feet to 8,683 feet at a maximum injection rate of 8,000 BWP/D and at a maximum surface injection pressure of 1690 psi. Any interested party with an objection or request for hearing must notify the Oil Conservation Division, P.O. Box 2088, Santa Fe, New Mexico 87501 within fifteen (15) days of the publication of this notice. Any questions should be directed to Van Goebel, Meridian Oil, Inc., P.O. Box 4289, Farmington, New Mexico 87401, telephone (505) 328-9759.

**PUBLICATION**  
Pub. June 9, 1994

I, IDALEE M. HOLMES being first duly sworn declare and say that I am Legal Advertising Representative of THE SANTA FE NEW MEXICAN, a daily news paper published in the English Language, and having a general circulation in the Counties of Santa Fe and Los Alamos, State of New Mexico and being a Newspaper duly qualified to publish legal notices, and advertisements under the provisions of Chapter 167 on the Session Laws of 1937; that the publication # 55509 a copy of which is hereto attached was published in said newspaper Once each WEEK for ONE (consecutive) Week(s) and that the notice was published in the newspaper proper and not in any supplement; the first publication being on the 9th day of JUNE, 1994 and that the undersigned has personal knowledge of the matter and things set forth in this affidavit.

/s/

IDALEE M. HOLMES  
LEGAL ADVERTISEMENT REPRESENTATIVE

Subscribed and sworn to before me on this  
9th day of JUNE A.D., 1994.



OFFICIAL SEAL

LAURA E. HARDING

NOTARY PUBLIC - STATE OF NEW MEXICO

Laura E. Harding 11/23/95  
MY COMMISSION EXPIRES

**MERIDIAN OIL**

June 7, 1994

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

Carolyn Clark Wiggin Oil Properties  
P.O. Box 420  
Farmington, New Mexico 87499

**RE: JILLISON FEDERAL SWD #1  
SALTWATER DISPOSAL WELL  
SE/4 NW/4 SECTION 8, T-24-N, R-3-W  
RIO ARRIBA COUNTY, NEW MEXICO**

Dear Madam or Sir:

In my letter of May 17, 1994, I gave you preliminary notice of our proposal to drill the above captioned Disposal well into the Entrada Formation. As follow-up to the May 17, 1994 letter I have enclosed for your information a copy of Meridian's C-108 Application to the Oil Conservation Division for approval to drill the proposed well.

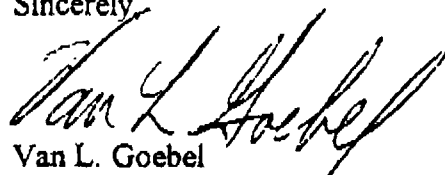
The following attachments are for your review:

- Oil Conservation Division C-108 Application
- Lease map indicating where the well is to be drilled
- Copy of the State of New Mexico C-102
- Offset operator plat.

Application for this proposal has been submitted to the New Mexico Oil Conservation Division for approval. If you have no objections to Meridian's proposal please execute on the line provided on page two (2) and return this letter to this office, to my attention, within fifteen (15) days of receipt of this letter.

Please contact me at (505) 326-9759 if you have questions concerning this matter.

Sincerely,



Van L. Goebel  
Senior Landman


VLG/cja  
Enclosures  
NM-10007

**STICK POSTAGE STAMPS TO ARTICLE TO COVER FIRST CLASS POSTAGE.**  
**CERTIFIED MAIL FEE AND CHARGES FOR ANY SELECTED OPTIONAL SERVICES (see item).**

- 1 If you want this receipt postmarked, stick the gummed stub to the right of the return address having the receipt attached and present the article at a post office service window or hand it to your retail carrier (no extra charge).
- 2 If you do not want this receipt postmarked, stick the gummed stub to the right of the return address of the article, date, detach and retain the receipt, and mail the article.
- 3 If you want a return receipt, write the certified mail number and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, stick to the back of article. Endorse front of article **RETURN RECEIPT REQUESTED** adjacent to the number.
- 4 If you want delivery restricted to the addressee, or to an authorized agent of the addressee, endorse **RESTRICTED DELIVERY** on the front of the article.
- 5 Enter fees for the services requested in the appropriate spaces on the front of this receipt. If return receipt is requested, check the applicable blocks in item 1 of Form 3811.
- 6 Save this receipt and present it if you make inquiry.

U.S.G.P.O. 1990-270-153

PS Form 3800, June 1990 (Reverse)

P 794 519 671  
  
**Certified Mail Receipt**  
 No Insurance Coverage Provided  
 Do not use for International Mail  
 (See Reverse)

Form 3800, June 1990

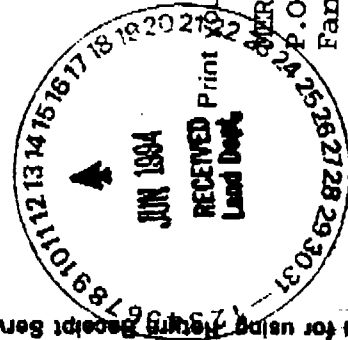
Sent to <b>Carolyn Clark Wiggin Oil Properties</b>	
Street & No. <b>Post Office Box 420</b>	
P.O. State & ZIP Code <b>Farmington, NM 87499</b>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Address of Delivery	
TOTAL Postage & Fees	\$
Postmark or Date	

UNITED STATES POSTAL SERVICE





PENALTY FOR PRIVATE  
 USE TO AVOID PAYMENT  
 OF POSTAGE, \$300

Official Business



ATTN: VAN CORBEL

<b>ENDER:</b> Complete items 1 and/or 2 for additional services. Complete items 3, and 4a & b Print your name and address on the reverse of this form so that we can return this card to you. Attach this form to the front of the mailpiece, or on the back if space is not permit. Write "Return Receipt Requested" on the mailpiece below the article number. The Return Receipt will show to whom the article was delivered and the date received.		1. <input type="checkbox"/> also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: <b>Carolyn Clark Wiggin Oil Properties          P.O. Box 420          Farmington, NM 87499</b>		4a. Article Number <b>P 794 519 671</b> 4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express <input type="checkbox"/> Insured <input type="checkbox"/> Registered Receipt for Signature Index 7. Date of Delivery <b>JUN 10 1994</b> 8. Addressee's Address (if different from item 3) <b>Farmington, NM 87499</b>	
Signature (Addressee) 		Signature (Agent) 	

Form 3811, December 1991 \*U.S.G.P.O. 1990-382-714 DOMESTIC RETURN RECEIPT

**CAROLYNN CLARK WIGGIN***Oil and Gas Properties*5720 MALIBU DRIVE  
EDINA, MINNESOTA 55436-1030  
(612) 938-5501A  
JUN 1994  
RECEIVED  
Land Dept.

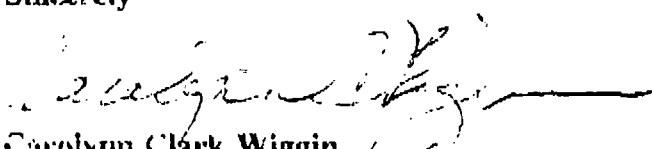
June 17, 1994

**Re: Jillison Federal SWC #1  
Saltwater Disposal Well  
SE/4 NW/4 Sec. 8, T-24, R-3-W  
Rio Arriba County, New Mexico**Van L. Goebel  
Senior Landman  
Meridian Oil  
P.O.Box 4289  
Farmington, NM 87499-4289**ILLEGIBLE**

Dear Mr. Goebel:

Enclosed please find the waiver of objection on the above captioned project, signed by me on behalf of Carolyn Clark Wiggin Oil Properties.

Sincerely

  
Carolyn Clark Wiggin  
enclosure

**MERIDIAN OIL**

June 7, 1994

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

Donald & Paul Candelaria  
3603 N. Buena Vista Avenue  
Farmington, New Mexico 87402

**RE: JILLISON FEDERAL SWD #1  
SALTWATER DISPOSAL WELL  
SE/4 NW/4 SECTION 8, T-24-N, R-3-W  
RIO ARriba COUNTY, NEW MEXICO**

Dear Mr. Candelaria:

This letter is to notify you of Meridian Oil Inc.'s intention to drill the above captioned disposal well into the Entrada Formation and to request your signature waiving any objections to our proposed disposal well.

The following attachments are for your review:

- Oil Conservation Division C-108 Application
- Lease map indicating where the well is to be drilled
- Copy of the State of New Mexico C-102
- Offset operator plat.
- Surface Ownership Plat

Application for this proposal has been submitted to the New Mexico Oil Conservation Division for approval. If you have no objections to Meridian's proposal please execute on the line provided on page two (2) and return this letter to this office, to my attention, within fifteen (15) days of receipt of this letter.

Please contact me at (505) 326-9759 if you have questions concerning this matter.

Sincerely,



Van L. Goebel  
Senior Landman

VLG/cja  
Enclosures  
NM-10007

VLG-Jillison SWD #1

6-7-94

Page 2

The undersigned this \_\_\_\_\_ day of \_\_\_\_\_, 1994, hereby waives objection to Meridian Oil Inc.'s application to drill the Jillison SWD #1 disposal well.

By: \_\_\_\_\_ Date: \_\_\_\_\_



**Certified Mail Receipt**

No Insurance Coverage Provided  
Do not use for International Mail  
(See Reverse)

Sent to	
Donald & Paul Candelaria	
Street & No.	
3603 N. Buena Vista Ave.	
P.O., State & ZIP Code	
Farmington, NM 87402	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Address of Delivery	
TOTAL Postage & Fees	\$
Postmark or Date	
6-7-94 VAN GOEBEL	

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

**3. Article Addressed to:**

Donald & Paul Candelaria  
3603 N. Buena Vista Ave.  
Farmington, NM 87402

**5. Signature (Addressee)**

*Donald Candelaria*

**6. Signature (Agent)**

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

**4a. Article Number**

P 794 519 667

**4b. Service Type**

- |   |  |
|---|--|
| <input type="checkbox"/> Registered           | <input type="checkbox"/> Insured                                   |
| <input checked="" type="checkbox"/> Certified | <input type="checkbox"/> COD                                       |
| <input type="checkbox"/> Express Mail         | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

**7. Date of Delivery**

6-8-94

**8. Addressee's Address (Only if requested and fee is paid)**

PS Form 3811, December 1991 \*U.S. GPO: 1993-352-714

**DOMESTIC RETURN RECEIPT**

UNITED STATES POSTAL SERVICE

Official Business



PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



Print your name, address and ZIP Code here

Meridian Oil  
P.O. Box 4289  
Farmington, NM 87499-4289

ATTN: Van Goebel

STICK POSTAGE STAMPS TO ARTICLE TO COVER FIRST CLASS POSTAGE,  
CERTIFIED MAIL FEE, AND CHARGES FOR ANY SELECTED OPTIONAL SERVICES (see front).

1. If you want this receipt postmarked, stick the gummed stub to the right of the return address leaving the receipt attached and present the article at a post office service window or hand it to your rural carrier (no extra charge).

2. If you do not want this receipt postmarked, stick the gummed stub to the right of the return address of the article, date, detach and retain the receipt, and mail the article.

3. If you want a return receipt, write the certified mail number and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, affix to the back of article. Endorse front of article **RETURN RECEIPT REQUESTED** adjacent to the number.

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5. Enter fees for the services requested in the appropriate spaces on the front of this receipt if

PS Form 3800, June 1990 (Reverse)

PS Form 3800, June 1990

MERIDIAN OIL

ILLEGIBLE

Date 5-11-74

## WELL STAKING WORKSHEET - REVISED 6/3/91

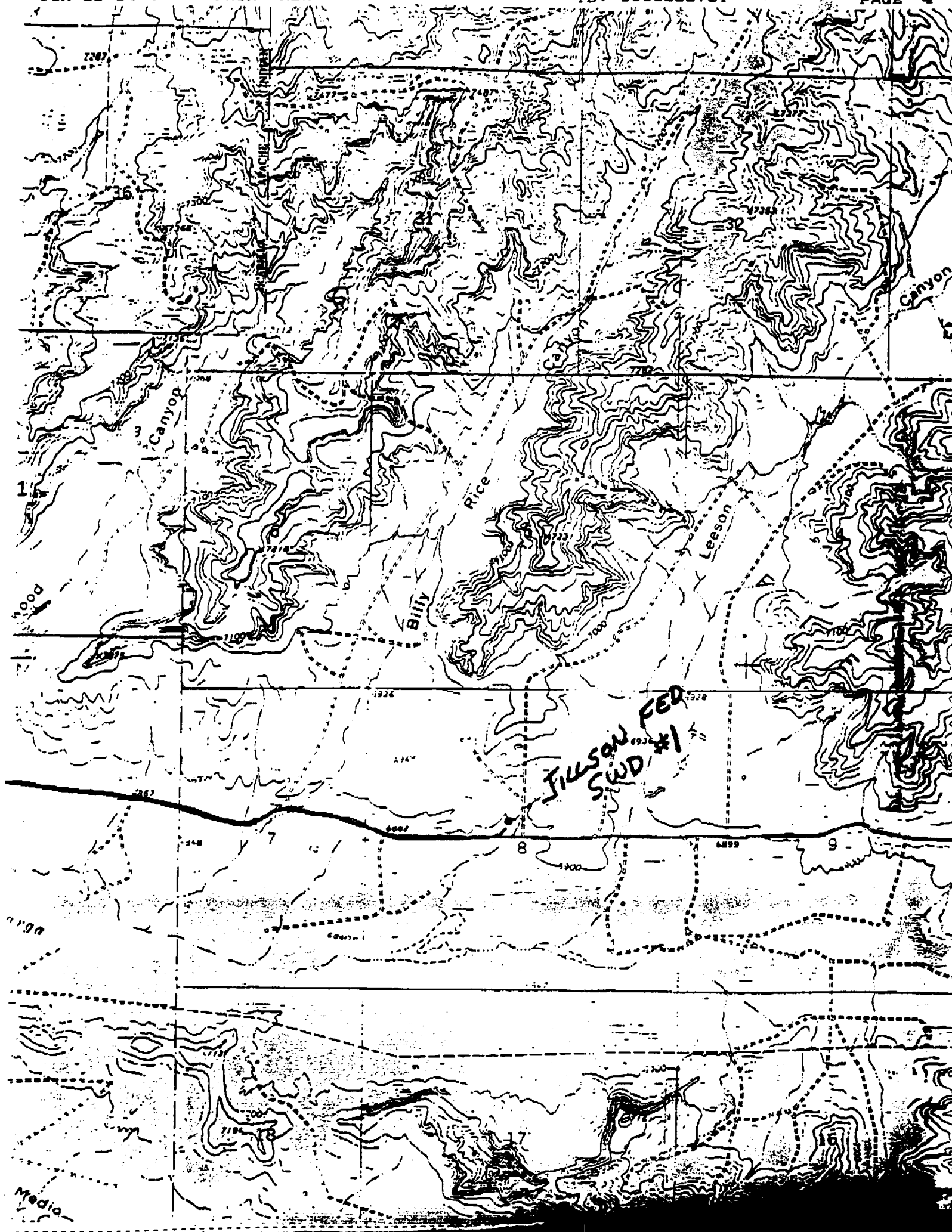
Well Name: JILLSON FEDERAL SUID #1 Formation: ENTRADA  
 Footage Location: 2305 FNL 2415 FWL Proposed TD: 8500 ±  
 Section: S, T-24-N, R-3-W, County: RIO ARriba  
 Surface Owner: BLM Mineral Owner: BLM  
 Water Supply Point: 3" TRAILHEAD WATER HOLE 5/14/10 24  
 Distance to Nearest Well: 1500  
 Location & Distance to Get Drill Gas: \_\_\_\_\_  
 Distance to Nearest Town or Post Office: 5 mi. LUDRITH  
 New Road: NO-NEW Percent of Grade: \_\_\_\_\_

Bureau of Reclamation Representative	Date	Meridian Oil
U.S. Forest Service Representative	Date	Meridian Oil
<u>Sumner - ARIZONA ARCHAEOLOGIST</u>	<u>5-9-74</u>	<u>ME</u>
Archaeologist (include company name)	Date	Meridian Oil
Bureau of Indian Affairs Representative	Date	Meridian Oil
<u>PAT HESLER</u>	<u>5-12-74</u>	<u>ME</u>
Bureau of Land Management Representative	Date	Meridian Oil
Tribal Representative	Date	Meridian Oil
Wildlife Biologist (include company name)	Date	Meridian Oil

Remarks: END - ALL CORNERS - PRODUCTION FIX EXISTING CULVERT  
OR WELL NEED TO DIG-OUT & RAISE (EAST SIDE LOCATION)

LAT 36-14-32LONG 107-10-48ACRES 4.95

Meridian Oil Inc., 3535 East 30th St., P.O. Box 4289, Farmington, New Mexico 87499-4289, Telephone 505-327-0251



## III. Well Data

**JILLISON FEDERAL SWD #1****Proposed Entrada Disposal Well**

Unit F, Sec 08, T24N - R03W

