

# MERIDIAN OIL

July 5, 1991

Mr. Micheal Stogner  
State of New Mexico  
Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, NM 87504

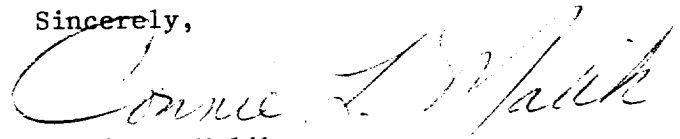
RE: REQUEST AND NOTICE FOR:  
NON-STANDARD LOCATION  
TANSILL-YATES GAS  
C.C. Cagle C No. 4  
SW/4 SECTION 3  
T26S, R37E  
LEA COUNTY, NEW MEXICO

Dear Mr. Stogner:

Please find enclosed a plat showing the above referenced well located in the southwest quarter of section 3. Our original intent was to complete in the Rhodes Yates-Seven Rivers gas field and all filings were prepared in this manner. However, the productive zone is the Tansill Yates gas field. Standard acreage for a gas well in this field should be 640 acres. Meridian's C.C. Cagle lease is comprised of the southwest quarter of section 3 only. We are requesting approval of a Non-standard location with a 160 acre assignment.

The only offset operator is Amerada and we are requesting waiver from them by copy of this letter with attachments. Your consideration to this request is appreciated. If you have any questions, please contact me at 915/688-6898.

Sincerely,



Connie L. Malik  
Regulatory Compliance Representative

CLM1/cm

cc: Well file  
BLM - Carlsbad  
OCD - Hobbs  
Kermit Field Office  
Joint Interest  
Resv Eng.  
Prod Eng.

Land (2)  
Geologist  
Production Services  
Don McBee  
Reading File  
Alcantara - Houston Corp.  
Maria Perez