

MERIDIAN OIL

June 5, 1990

*Handled by
E. Branch
12/11/90*

Certified Mail

Mr. William LeMay
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87503

Case 10021

RE: Kutz Deep Test #2
990'FSL, 990'FEL
Section 28, T-28-N, R-10-W
San Juan County, New Mexico

Dear Mr. LeMay:

This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Pool.

Meridian Oil intends to plugback and recomplete the Kutz Deep Test #2 well from the Pictured Cliffs pool to the Basin Fruitland Coal Pool. The current location of this well is 990'FSL, 990'FEL, Section 28, T-28-N, R-10-W, San Juan County, New Mexico. The well is considered non-standard due to the NE-SW dedicated pattern established for the Basin Fruitland Coal Pool. To comply with the New Mexico Oil Conservation Division rules, Meridian is submitting the following for your approval of this non-standard location:

1. C-102 plat showing location of the well;
2. Plat showing offset owners/operators;
3. Affidavit of notification of offset owners/operators;
4. Copy of Well Completion Log for original completion.

A copy of this application is being submitted to all offset owners/operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Sincerely yours,



Peggy Bradford
encl.

WAIVER

_____ hereby waives objection to Meridian Oil Inc.'s application for a non-standard location for their Kutz Deep Test #2 as proposed above.

By: _____ Date: _____

xc: Southland Royalty Company
Amoco Production Company
Breck Operating Company

Kutz Deep Test #2
990'FSL, 990'FEL
Section 28, T-28-N, R-10-W
San Juan County, New Mexico

I hereby certify that the following offset owners/operators have been mailed notification of our application for administrative approval for non-standard gas well location for the plugback and recompletion of the above well.

Southland Royalty Company
P.O. Box 4289
Farmington, NM 87499

Amoco Production Company
P.O. Box 800
Denver, CO 80201

Breck Operating Company
P.O. Box 911
Breckenridge, TX 76024-0911



Peggy Bradford
June 5, 1990

San Juan County
State of New Mexico

My commission expires August 17, 1992

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

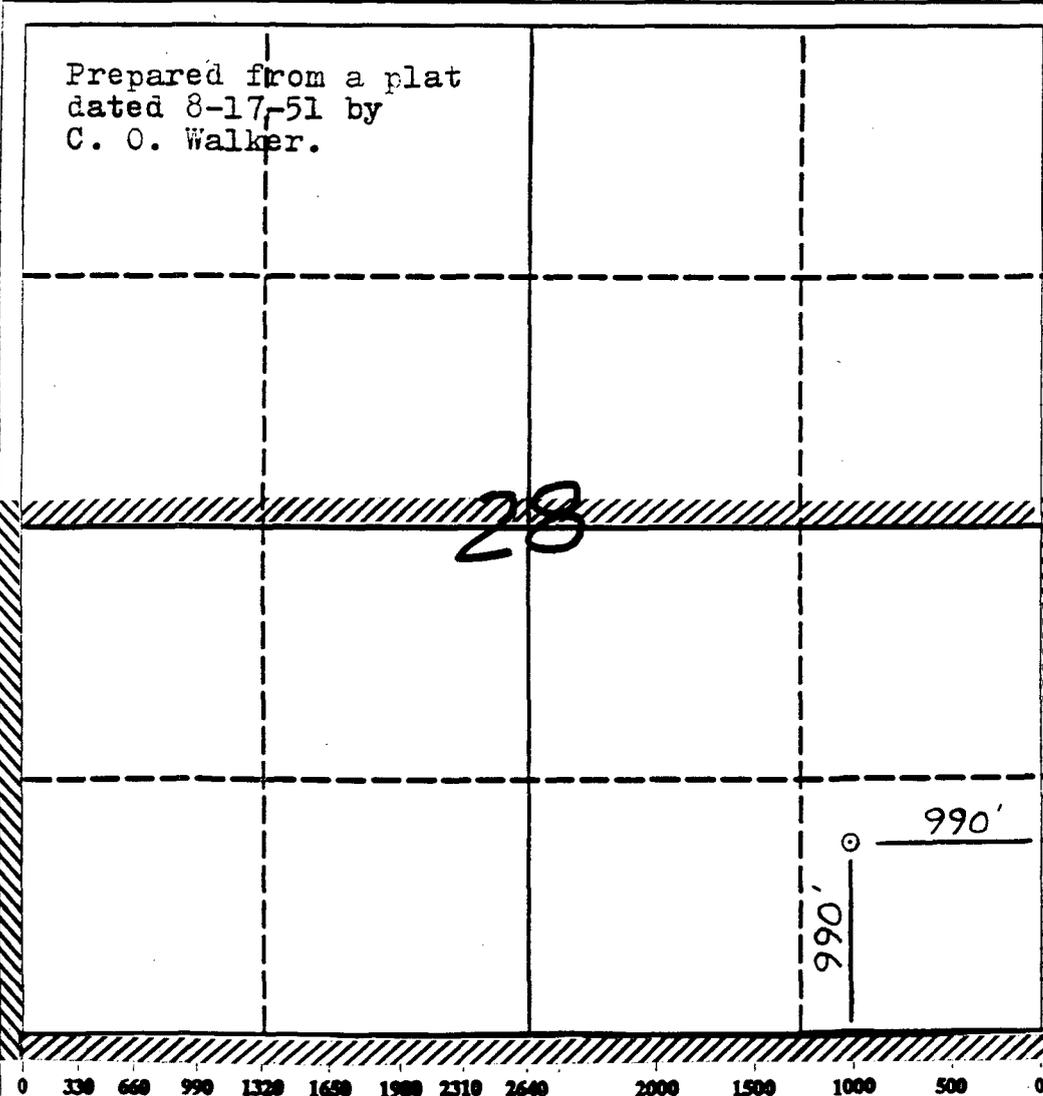
WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Meridian Oil Inc.		Lease (SF-077383A) Kutz Deep Test		Well No. 2
Unit Letter P	Section 28	Township 28 North	Range 10 West	County San Juan
Actual Footage Location of Well: 990 feet from the South line and 990 feet from the East line				
Ground level Elev. 5999.7	Producing Formation Fruitland Coal	Pool Basin	Dedicated Acreage: 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?

Yes No If answer is "yes" type of consolidation communitization agreement will be
 If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of obtained
 this form if necessary.)
 No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, unitizing such interest, has been approved by the Division.



Prepared from a plat
dated 8-17-51 by
C. O. Walker.

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
Peggy Bradfield

Printed Name
Regulatory Affairs

Position
Meridian Oil Inc.

Company

Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. 5-23-90

Date Surveyed

Signature
Professional Surveyor

NEW MEXICO
REGISTERED LAND SURVEYOR
6857
6857

Certificate No.
Neale C. Edwards

0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0

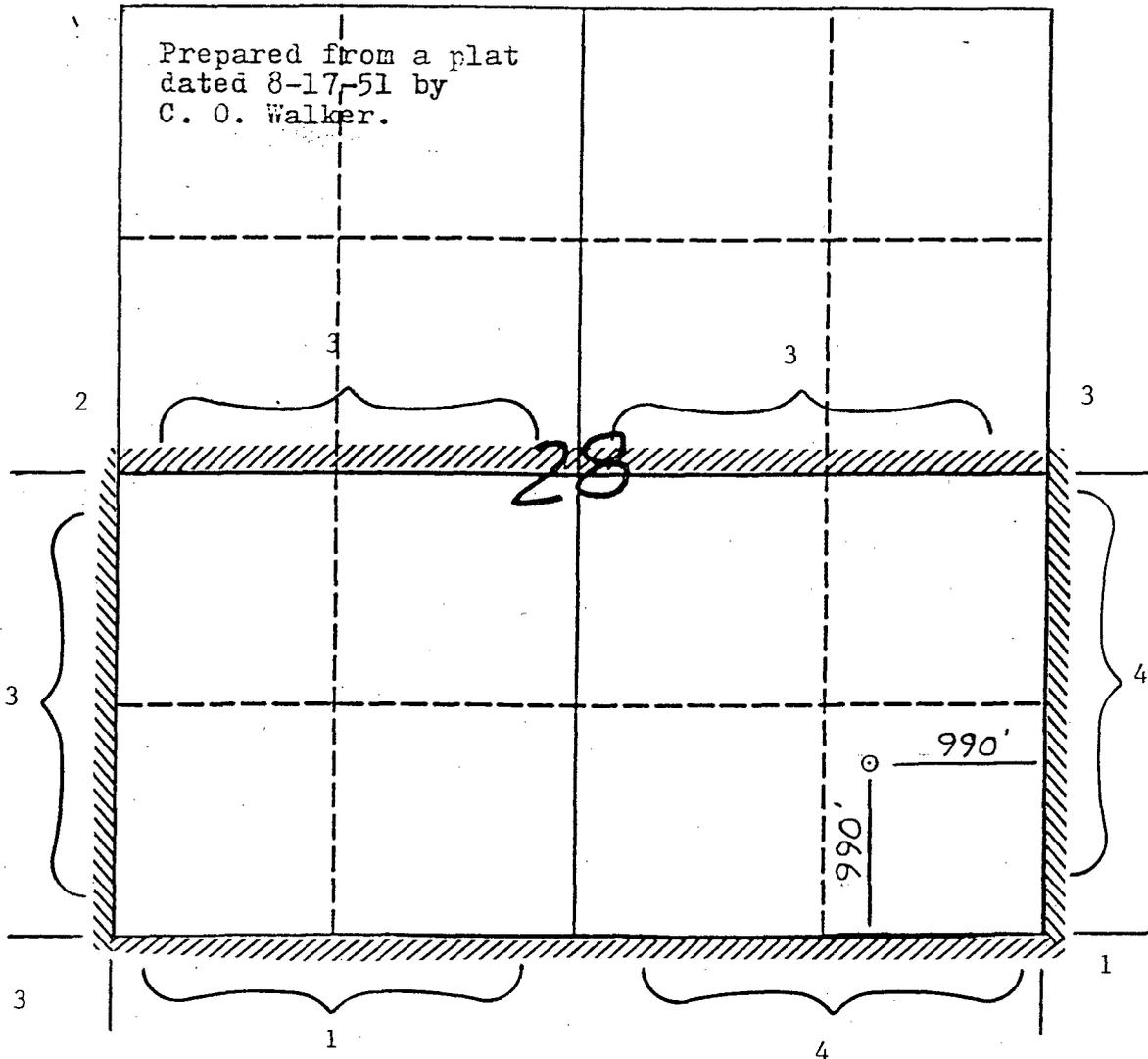
MERIDIAN OIL INC.

Well Name Kutz Deep Test #2

Footage---- 990' FSL; 990' FEL

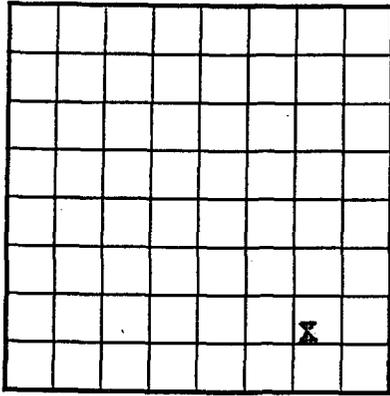
APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 28 Township 28N Range 10W



- REMARKS:
- 1) Meridian Oil Inc.
 - 2) Southland Royalty Company
 - 3) Amoco Production Company
 - 4) Breck Operating Company
- PO Box 911
- Breckenridge, TX 76024-0911

U. S. LAND OFFICE Santa Fe
 SERIAL NUMBER 077383
 LEASE OR PERMIT TO PROSPECT Kutz Deep Test



LOCATE WELL CORRECTLY

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 GEOLOGICAL SURVEY

LOG OF OIL OR GAS WELL

Company El Paso Natural Gas Co. Address P.O. Box 997, Farmington, New Mexico
 Lessor or Tract Kutz Deep Test Field Falcher Kutz State New Mexico
 Well No. 2 Sec. 28 T. 23N R. 10W Meridian 104M County San Juan
 Location 990 ft. (N.) of 3 Line and 990 ft. (W.) of 2 Line of Sec. 28 Elevation 6095
(Derrick floor relative to sea level)

The information given herewith is a complete and correct record of the well and all work done thereon so far as can be determined from all available records.

Signed ORIGINAL SIGNED E. J. COEL

Date November 20, 1951 Title Petroleum Engineer

The summary on this page is for the condition of the well at above date.

Commenced drilling October 19, 1951 Finished drilling October 30, 1951

OIL OR GAS SANDS OR ZONES

(Denote gas by G)

No. 1, from 1977 to 2055 (G) No. 4, from _____ to _____
 No. 2, from _____ to _____ No. 5, from _____ to _____
 No. 3, from _____ to _____ No. 6, from _____ to _____

IMPORTANT WATER SANDS

No. 1, from 585 to 595 No. 3, from _____ to _____
 No. 2, from _____ to _____ No. 4, from _____ to _____

CASING RECORD

Size casing	Weight per foot	Threads per inch	Make	Amount	Kind of shoe	Cut and pulled from	Perforated		Purpose
							From—	To—	
<u>8-5/8</u>	<u>24</u>	<u>8</u>	<u>NALL</u>	<u>119</u>	<u>HOWCO</u>				<u>Surface</u>
<u>5-9/16</u>	<u>14.6</u>	<u>8</u>	<u>NALL</u>	<u>1977</u>	<u>HOWCO</u>				<u>Production</u>
<u>1</u>	<u>STD BLK</u>	<u>8</u>	<u>NALL</u>	<u>2050</u>	<u>HOWCO</u>				<u>Siphon</u>

MUDDING AND CEMENTING RECORD

Size casing	Where set	Number sacks of cement	Method used	Mud gravity	Amount of mud used
<u>8-5/8</u>	<u>120</u>	<u>60</u>	<u>Circulated</u>		
<u>5-9/16</u>	<u>1983</u>	<u>150</u>	<u>Single Stage</u>		

PLUGS AND ADAPTERS

Heaving plug—Material _____ Length _____ Depth set _____
 Adapters—Material _____ Size _____

FOLD | MARK

MERIDIAN OIL

June 5, 1990

Certified Mail

Mr. William LeMay
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87503

Case 10021

RE: Kutz Deep Test #2
990'FSL, 990'FEL
Section 28, T-28-N, R-10-W
San Juan County, New Mexico

Dear Mr. LeMay:

This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Pool.

Meridian Oil intends to plugback and recomplete the Kutz Deep Test #2 well from the Pictured Cliffs pool to the Basin Fruitland Coal Pool. The current location of this well is 990'FSL, 990'FEL, Section 28, T-28-N, R-10-W, San Juan County, New Mexico. The well is considered non-standard due to the NE-SW dedicated pattern established for the Basin Fruitland Coal Pool. To comply with the New Mexico Oil Conservation Division rules, Meridian is submitting the following for your approval of this non-standard location:

1. C-102 plat showing location of the well;
2. Plat showing offset owners/operators;
3. Affidavit of notification of offset owners/operators;
4. Copy of Well Completion Log for original completion.

A copy of this application is being submitted to all offset owners/operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Sincerely yours,



Peggy Bradfield
encl.

WAIVER

Southland Royalty Company hereby waives objection to Meridian Oil Inc.'s application for a non-standard location for their Kutz Deep Test #2 as proposed above.

By:  Date: 6/6/90

xc: Southland Royalty Company
Amoco Production Company
Breck Operating Company

SENT BY: Meridian Oil, Inc. 8-3-90 2:57PM
 AUG-03-1990 15:58 FROM BRECK OPERATING CORP

5053269781- 5059888936:# 4
 TO 15053269781 P.05

MERIDIAN OIL

June 5, 1990

Certified Mail

Mr. William LeMay
 New Mexico Oil Conservation Division
 Post Office Box 2088
 Santa Fe, New Mexico 87503

RE: Kutz Deep Test #2
 990'FSL, 990'FEL
 Section 28, T-28-N, R-10-W
 San Juan County, New Mexico

Dear Mr. LeMay:

This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Pool.

Meridian Oil intends to plugback and recomplate the Kutz Deep Test #2 well from the Pictured Cliffs pool to the Basin Fruitland Coal Pool. The current location of this well is 990'FSL, 990'FEL, Section 28, T-28-N, R-10-W, San Juan County, New Mexico. The well is considered non-standard due to the NE-SW dedicated pattern established for the Basin Fruitland Coal Pool. To comply with the New Mexico Oil Conservation Division rules, Meridian is submitting the following for your approval of this non-standard location:

1. C-102 plat showing location of the well;
2. Plat showing offset owners/operators;
3. Affidavit of notification of offset owners/operators;
4. Copy of Well Completion Log for original completion.

A copy of this application is being submitted to all offset owners/operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Sincerely yours,

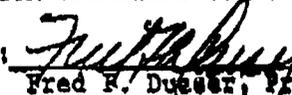


Peggy Bradfield
 encl.

WAIVER
 Breck Operating Corp., Individually
 and on behalf of B.B.L., Ltd. hereby waives objection to Meridian Oil Inc.'s application for a non-standard location for their Kutz Deep Test #2 as proposed above.

Date: 8-3-90

BRECK OPERATING CORP.

By: 
 Fred F. Dussler, President

APPROVED
 AS TO FORM

cc: Southland Royalty Company
 Amoco Production Company
 Breck Operating Company



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

90 JUL 2 AM 10:17

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 6-15-90

Case 10021

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL N _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 6-7-90
for the Mission Oil Tract Kutz Deep Test #1
Operator Lease and Well No. Unit

0-21-28N-10W

and my recommendations are as follows:

Approve

Yours truly,

Ernest Burch