

1994 JUN 29 AM 8 50

June 29, 1994

Federal Express

Mr. William LeMay
New Mexico Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Re: Reid #14
1155'FSL, 1450'FEL, Section 7, T-28-N, R-9-W, San Juan County, NM
API #30-045-07570

Dear Mr. LeMay:

This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Coal Pool. This location is considered off-pattern in the Basin Fruitland Coal Pool. All of Section 7 is dedicated to the Basin Fruitland Coal with 260.64 acres.

Meridian Oil Inc. intends to complete the Reid #14 in the Basin Fruitland Coal pool and commingle with the existing Aztec Pictured Cliffs. Application is being made to the New Mexico Oil Conservation Division to commingle this well. 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
Regulatory/Compliance Representative

WAIVER

_____ hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Reid #14 as proposed above.

By: _____ Date: _____

xc: Incline Reserves Inc.
Conoco, Inc.

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 21, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-07570		² Pool Code 71629/71280		³ Pool Name Basin Fruitland Coal/Aztec Pictured Cliffs	
⁴ Property Code 10575		⁵ Property Name Reid			⁶ Well Number 14
⁷ OGRID No. 21281		⁸ Operator Name SOUTHLAND ROYALTY COMPANY			⁹ Elevation 5830'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	7	28 N	9 W		1155	South	1450	East	S.J.

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 260.64/138.33	¹³ Joint or Infill .33	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

¹⁶

Not re-surveyed, prepared from a plat dated 9-24-59 by Ernest V. Echohawk.

¹⁷ OPERATOR CERTIFICATION

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

Peggy Bradford
 Signature
 Peggy Bradford
 Printed Name
 Regulatory Representative
 Title
 6-29-94
 Date

¹⁸ 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.

6-28-94
 Date of Survey
 Signature and Seal of Professional Surveyor:

 6857
 Certificate Number

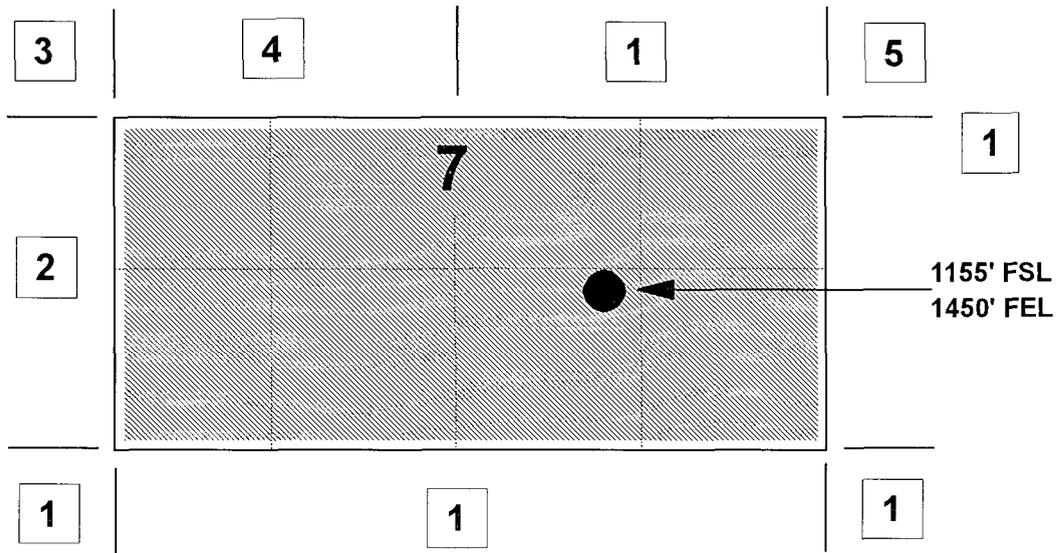
MERIDIAN OIL INC

REID #14

OFFSET OPERATOR \ OWNER PLAT

Unorthodox Fruitland Coal Well Location

Township 28 North, Range 9 West



1) Southland Royalty Company

2) Southland Royalty Company & Meridian Oil Inc.

3) Meridian Oil Inc. & Conoco, Inc.

4) Conoco, Inc. 10 Desta Dr., Suite 100W, Midland, Tx 79705-4500

5) Southland Royalty Company &

Incline Reserves Inc.

1603 SW 37th St., Topeka, KS 66611

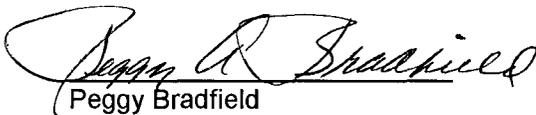
June 29, 1994

Re: Reid #14
1155'FSL, 1450'FEL, Section 7, T-28-N, R-9-W, San Juan County, NM
API #30-045-07570

I hereby certify that the following offset owners/operators have been notified by certified mail of our application for administrative approval for non-standard gas well location for the recompletion of the above well.

Conoco, Inc.
10 Desta Drive
Suite 100W
Midland, TX 79705-4500

Incline Reserves Inc.
1603 SW 36th Street
Topeka, KS 66611



Peggy Bradfield
Notary Public
San Juan County, New Mexico

My commission expires August 17, 1996.

7A

U. S. LAND OFFICE Santa Fe
SERIAL NUMBER NM - 01772-A
LEASE OR PERMIT TO PROSPECT Reid

Grid for locating well correctly with a '0' in the bottom right cell.

LOCATE WELL CORRECTLY

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

LOG OF OIL OR GAS WELL

Company Aztec Oil and Gas Company Address Box # 786, Farmington, N. Mexico
Lessor or Tract Reid Field Aztec-Pictured Cliffs State N. Mexico
Well No. 14 Sec. 7 T. 28N R. 9W Meridian N.M.P.M. County San Juan
Location 1155 ft. [N.] of S. Line and 1150 ft. [E.] of W. Line of Section 7 Elevation 5830

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 BY JOE C. SALMON Joe C. Salmon

Date November 23, 1959 Title District Superintendent

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

Commenced drilling October 26, 1959 Finished drilling October 29, 1959

OIL OR GAS SANDS OR ZONES

(Denote gas by G)

No. 1, from 2110 to 2116 (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 to No. 3, from to
No. 2, from to No. 4, from to

CASING RECORD

Table with columns: Size casing, Weight per foot, Threads per inch, Make, Amount, Kind of shoe, Cut and pulled from, Perforated (From-To), Purpose.

MUDDING AND CEMENTING RECORD

Table with columns: Size casing, Where set, Number sacks of cement, Method used, Mud gravity, Amount of mud used.

PLUGS AND ADAPTERS

Heaving plug—Material Length Depth set
Adapters—Material Size

FOLD MARK

Size	Shell used	Explosive used	Quantity	Date	Depth shot	Depth cleaned out
Sand-water fraced with 36,372 gallons water and 60,000# sand. breakdown pressure - 2900#						
Treating pressure - 2500#, Final pressure - 600# I.R. - 28.6 bpm						

TOOLS USED

Rotary tools were used from 0 feet to 2180 feet, and from _____ feet to _____ feet
 Cable tools were used from _____ feet to _____ feet, and from _____ feet to _____ feet

DATES

_____, 19____ Put to producing _____, 19____
 The production for the first 24 hours was _____ barrels of fluid of which _____% was oil; _____%
 emulsion; _____% water; and _____% sediment. Gravity, °Bé. _____
 If gas well, cu. ft. per 24 hours AOF 1716 Gallons gasoline per 1,000 cu. ft. of gas _____
 Rock pressure, lbs. per sq. in. 650

EMPLOYEES

_____, Driller _____, Driller
 _____, Driller _____, Driller

FORMATION RECORD

FROM-	TO-	TOTAL FEET	FORMATION
0	152	152	Surface
152	1000	848	Shale and Sand
1000	1711	711	Shale and Sand
1711	2180	469	Shale and Sand

ПРОДУКЦИОННОЕ
 ДВИЖЕНИЕ
 10.01.53 1323
 RECEIVED

FORMATION RECORD - Continued

16-48094-4

Top of Pictured Cliffs - 2082'

MERIDIAN OIL

June 29, 1994

Federal Express

Mr. William LeMay
New Mexico Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

NSL-3409 (NSP)

Re: Reid #14
1155'FSL, 1450'FEL, Section 7, T-28-N, R-9-W, San Juan County, NM
API #30-045-07570

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Sincerely yours,



Peggy Bradfield
Regulatory/Compliance Representative

WAIVER

Conoco Inc. hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Reid #14 as proposed above.

By: Peggy Suter Date: 7/26/94

xc: Incline Reserves Inc.
Conoco, Inc.

MERIDIAN OIL

NSL
NSL-3409

June 29, 1994

Federal Express

Mr. William LeMay
New Mexico Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

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Sincerely yours,



Peggy Bradfield
Regulatory/Compliance Representative

WAIVER

West Largo Corp., successor operator to
Incline Reserves, Inc. hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Reid #14 as proposed above.

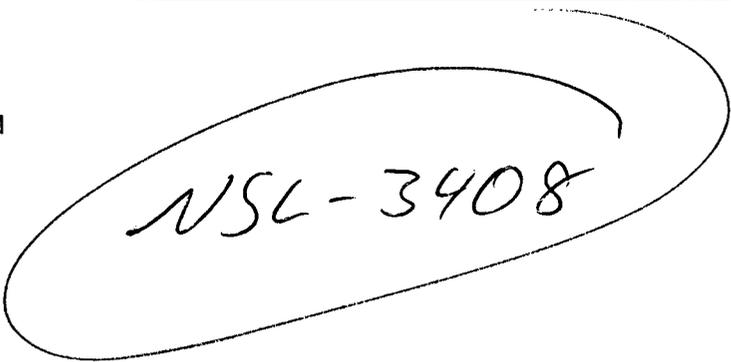
By: *J.P. Garrett* Date: 7/5/94

J.P. Garrett, Designated Agent for West Largo Corp.
xc: Incline Reserves Inc.
Conoco, Inc.

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: MERIDIAN OIL INC (NSL)
Date: Tue, Jul 12, 1994 8:21AM

WELL NAME: REID #13
LOCATION: I-18-28N-09W
FOOTAGE: 1650' FSL; 990' FEL
RECOMMEND: APPROVAL



NSL-3408

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: MERIDIAN OIL INC (NSL)
Date: Tue, Jul 12, 1994 8:26AM

WELL NAME: REID #14
LOCATION: 0-07-28N-09W
FOOTAGE: 1155 FSL; 1450 FEL
RECOMMEND: APPROVAL

NSL-3409

Sec : 07 Twp : 28N Rng : 09W Section Type : NORMAL

4 22.46 Federal owned	3 29.48 Federal owned	2 29.27 Federal owned A	1 29.06 Federal owned
5 30.37 Federal owned A	N 40.00 Federal owned A A	O 40.00 Federal owned A	P 40.00 Federal owned

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

22.46
 29.48

 51.94
 29.27

 81.21
 29.06

 110.27
 16

 270.27

22.46
 29.48

 51.94
 29.27

 81.21
 29.06

 110.27
 30.37

 140.54
 12

 260.54