

OIL CONSERVATION DIVISION
RECEIVED
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NSL-MERI. 4

September 25, 1995

Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

NSL. 2 PL 9

Re: Sanchez A Com #2
1600'FNL, 990'FWL Section 16, T-28-N, R-9-W, San Juan County, NM
API #30-045-07491

Dear Mr. Stogner:

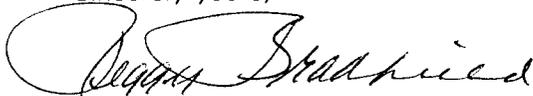
This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Coal pool.

Meridian Oil Inc. is planning to recomplete the Sanchez A Com #2 in the Basin Fruitland Coal pool and commingle with the Pictured Cliffs formation. 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 Administrator

WAIVER

_____ hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Sanchez A Com #2 as proposed above.

By: _____ Date: _____

xc: Texaco Exploration and Production Inc.
Amoco Production Company
Williams Production Company
SG Interests
D.J. Simmons
Conoco Inc.
West Largo Corp.

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, 1993
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-045-07491		Pool Code 71629/71280		Pool Name Basin Fruitland Coal/Aztec Pictured Cliffs	
Property Code 7477		Property Name Sanchez A Com			Well Number 2
OGRID No. 14538		Operator Name MERIDIAN OIL INC.			Elevation 5990'

¹⁰ Surface Location

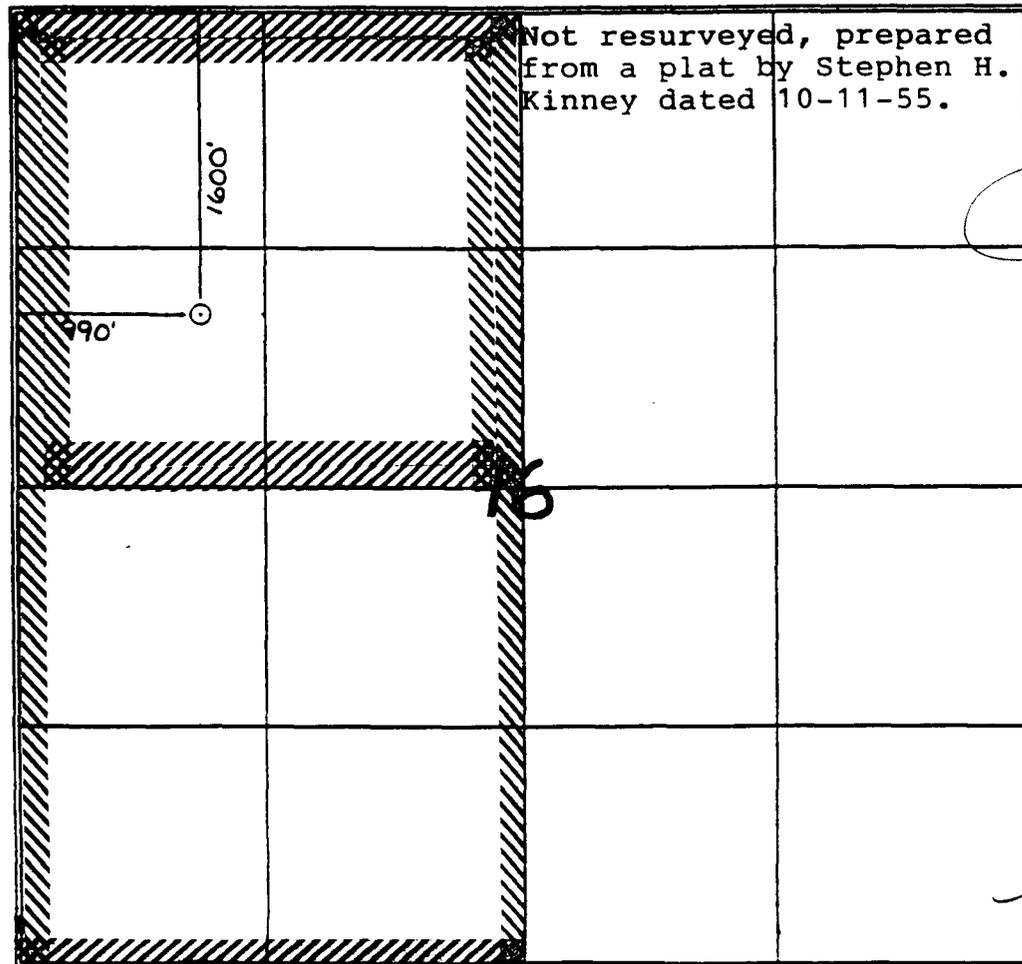
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	16	28 N	9 W		1600	North	990	West	S. J.

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 150-W/320	¹³ Joint or Infill	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



Not resurveyed, prepared from a plat by Stephen H. Kinney dated 10-11-55.

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 Administrator
 Title

9-19-95
 Date

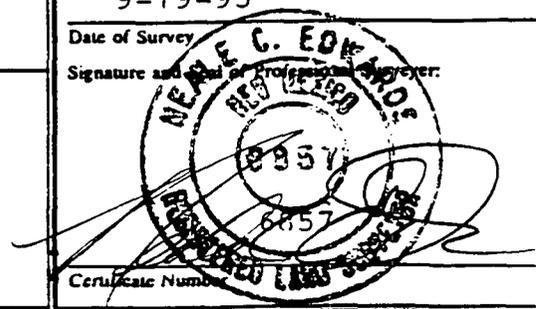
¹⁸ SURVEYOR CERTIFICATION

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 belief.

9-19-95

Date of Survey

Signature and Seal of Professional Surveyor:



Certificate Number

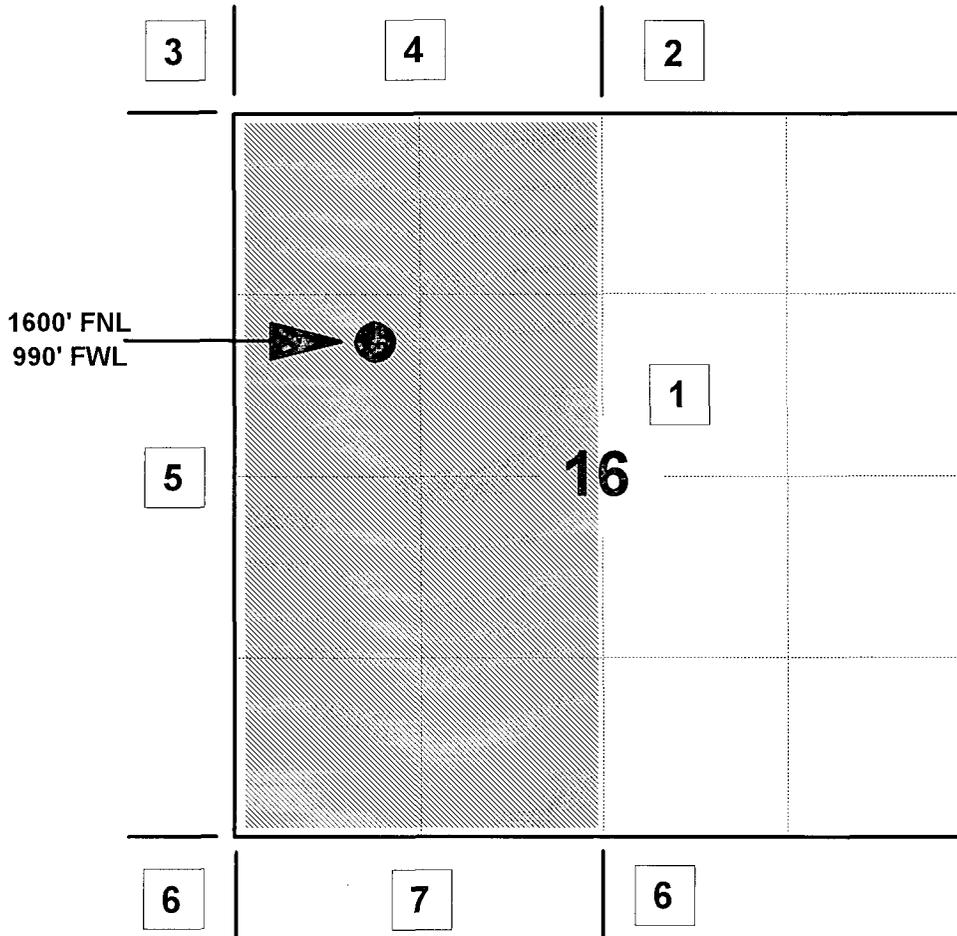
MERIDIAN OIL INC

SANCHEZ A COM #2

OFFSET OPERATOR \ OWNER PLAT

Unorthodox Fruitland Coal Formation Well Location

Township 28 North, Range 9 West



1) Meridian Oil Inc.

Williams Production Company

PO Box 58900, Salt Lake City, UT 84158

Texaco Exploration & Production, Inc.

PO Box 2100, Denver, CO 80201-2100

2) Meridian Oil Inc.

S G Interests

811 Dallas, Houston, TX 77002

3) Southland Royalty Company

Amoco Production Company

PO Box 800, Denver, CO 80201

Conoco, Inc.

10 Desta Drive, Suite 100W, Midland, TX 79705

4) S G Interest &

D J Simmons

PO Box 1469, Farmington, NM 87499

5) West Largo Corporation

6638 W. Ottawa Ave., Suite 100, Littleton, CO 80123

6) Amoco Production Company & Conoco, Inc.

7) Amoco Production Company

Re: Sanchez A Com #2
1600'FNL, 990'FWL Section 16, T-28-N, R-9-W, San Juan County, NM
API #30-045-07491

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

Texaco Exploration and Production Inc.
PO Box 2100
Denver, CO 80201-2100

Williams Production Company
PO Box 58900
Salt Lake City, UT 84158

S G Interest
811 Dallas
Houston, TX 77002

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

D. J. Simmons
PO Box 1469
Farmington, NM 87499

West Largo Corporation
6638 W. Ottawa Avenue, Suite 100
Littleton, CO 80123

Amoco Production Company
PO Box 800
Denver, CO 80201-0800

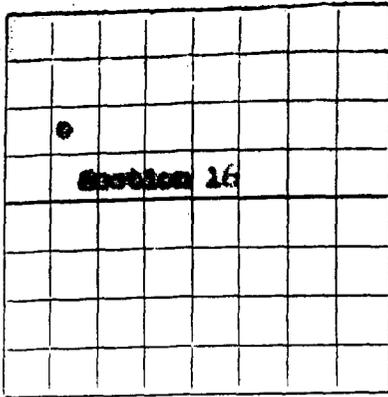


Peggy Bradfield
Regulatory/Compliance Administrator

NEW MEXICO OIL CONSERVATION COMMISSION

Santa Fe, New Mexico

WELL RECORD



AREA 640 ACRES
LOCATE WELL CORRECTLY

Mail to District Office, Oil Conservation Commission, to which Form C-101 was sent not later than twenty days after completion of well. Follow instructions in Rules and Regulations of the Commission. Submit in QUINTUPLICATE.

Southern Union Gas Company (Company or Operator) **Sanchez** (Lease)

Well No. **2-4**, in **SW** 1/4 of **NE** 1/4, of Sec. **16**, T. **23-N**, R. **9-W**, NMPM.

Artes Pichard Cliffs Pool, **San Juan** County.

Well is **1600** feet from **North** line and **930** feet from **West** line of Section **16**. If State Land the Oil and Gas Lease No. is **MANAGER 2-2131-2**

Drilling Commenced **11-20-** 19**55** Drilling was Completed **11-25-** 19**55**

Name of Drilling Contractor: **Don Banner Drilling Co.** **Gealey Cos. Drilling Contractor**
Farmington, New Mexico **Artes, New Mexico**

Address.....

Elevation above sea level at Top of Tubing Head **5930** The information given is to be kept confidential until _____, 19_____.

OIL SANDS OR ZONES

No. 1, from **2250** to **2322 (0)** No. 4, from _____ to _____

No. 2, from _____ to _____ No. 5, from _____ to _____

No. 3, from _____ to _____ No. 6, from _____ to _____

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from _____ to _____ feet.

No. 2, from _____ to _____ feet.

No. 3, from _____ to _____ feet.

No. 4, from _____ to _____ feet.

CASING RECORD

SIZE	WEIGHT PER FOOT	NEW OR USED	AMOUNT	KIND OF SHOE	CUT AND PULLED FROM	PERFORATIONS	PURPOSE
1-5/8	5.6	NEW	117.5				Surface Production
3-1/2	15.2	NEW	227.5				Production String
1		NEW	225.7				Alpha Line

MUDDING AND CEMENTING RECORD

SIZE OF HOLE	SIZE OF CASING	WHERE SET	NO. SACKS OF CEMENT	METHOD USED	MUD GRAVITY	AMOUNT OF MUD USED
12-3/4	9-5/8	LEG CL	125	Halliburton		
8-3/4	5-1/2	2255 HEB	100	Halliburton		

RECORD OF PRODUCTION AND STIMULATION

(Record the Process used, No. of Qts. or Gals. used, interval treated or shot.)

Shot fraced 2275 feet to 2322 feet with 21,000 gals. water and 22 000 sand.

Result of Production Stimulation.....

Depth Cleaned Out.....

September 25, 1995

Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505



Re: Sanchez A Com #2
1600'FNL, 990'FWL Section 16, T-28-N, R-9-W, San Juan County, NM
API #30-045-07491

Dear Mr. Stogner:

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

Meridian Oil Inc. is planning to recomplete the Sanchez A Com #2 in the Basin Fruitland Coal pool and commingle with the Pictured Cliffs formation. 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;
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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,

A handwritten signature in cursive script, appearing to read "Peggy Bradfield".

Peggy Bradfield
Regulatory/Compliance Administrator

WAIVER

WPA hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Sanchez A Com #2 as proposed above.

By: Mike G. Turnbaugh Date: 10/4/95

xc: Texaco Exploration and Production Inc.
Amoco Production Company
Williams Production Company
SG Interests
D.J. Simmons
Conoco Inc.
West Largo Corp.

OIL CONSERVATION DIVISION
RECEIVED

1995 OCT 10 AM 8 52

RECEIVED SEP 28 1995

September 25, 1995

Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: Sanchez A Com #2
1600'FNL, 990'FWL Section 16, T-28-N, R-9-W, San Juan County, NM
API #30-045-07491

Dear Mr. Stogner:

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Sincerely yours,



Peggy Bradfield
Regulatory/Compliance Administrator

WAIVER

WEST LARGO CORP. hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Sanchez A Com #2 as proposed above.

By: J.P. GARRETT Date: 10/4/95

- xc: Texaco Exploration and Production Inc.
Amoco Production Company
Williams Production Company
SG Interests
D.J. Simmons
Conoco Inc.
West Largo Corp.

'95 00 16 AM 8 52

September 25, 1995

Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Re: Sanchez A Com #2
1600'FNL, 990'FWL Section 16, T-28-N, R-9-W, San Juan County, NM
API #30-045-07491

Dear Mr. Stogner:

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

Meridian Oil Inc. is planning to recomplate the Sanchez A Com #2 in the Basin Fruitland Coal pool and commingle with the Pictured Cliffs formation. 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;
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Sincerely yours,



Peggy Bradfield
Regulatory/Compliance Administrator

WAIVER

Koch Expl Co hereby waives objection to Meridian Oil Inc.'s application for non-standard location for the Sanchez A Com #2 as proposed above.

By: [Signature] Date: 10/13/95

xc: Texaco Exploration and Production Inc.
Amoco Production Company
Williams Production Company
SG Interests
D.J. Simmons
Conoco Inc.
West Largo Corp.

* KOCH EXPLORATION HAS
PURCHASED THE FRUITLAND
COAL RIGHTS FROM D.J.
SIMMONS

PROD-0-346-95

OIL CONSERVATION DIVISION
RECEIVED

OCTOBER 9, 1995

5 00 PM 8 52

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, NM 87505

Re: Sanchez A Com #2
NW/4 Sec. 16, T28N, R9W
San Juan County, New Mexico

Dear Mr. Stogner,

Enclosed is Williams Production Company executed waiver to Meridian Oil Inc. application for non-standard location for the above referenced well.

Sincerely



Kris Russell
Associate Landman

Enclosure

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: MERIDIAN OIL INC.(NSL)
Date: Friday, October 13, 1995 2:28PM
Priority: High

SANCHEZ A COM #2
1600' FNL;990' FWL
E-16-28N-09W
RECOMMEND: APPROVAL

OIL CONSERVATION DIVISION

ADMINISTRATIVE ORDER DHC-1165

Meridian Oil Company
 P.O. Box 4289
 Farmington, New Mexico 87499-4289

Attention: Thomas E. Mullins

*Sanchez 'A' Com Well No.2
 Unit E , Section 16, Township 28 North, Range 9 West, NMPM,
 San Juan County, New Mexico.
 Basin Fruitland Coal (Gas) and Aztec Pictured Cliffs (Gas) Pools*

Dear Mr. Mullins:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle production from both pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303-C, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the two zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 20 barrels per day, and total water production shall not exceed 40 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

In accordance with the provisions of Rule 303-C, the supervisor of the Aztec District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Administrative Order DHC-1165

Meridian Oil Company

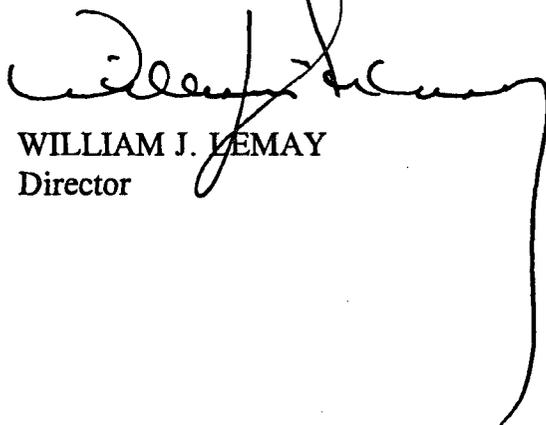
October 17, 1995

Page 2

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 17th day of October, 1995.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

S E A L

WJL/BES

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington