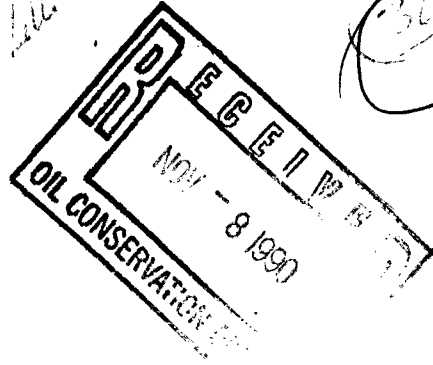


MERIDIAN OIL

SENT FEDERAL EXPRESS
November 7, 1990

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



Re: Non-standard Spacing and Proration Units
T-31-N, R-5-W, Rio Arriba County, New Mexico
Rosa Unit #337 - 2205'FSL, 950'FWL, Section 3
Rosa Unit #255 - 790'FSL, 1140'FWL, Section 4
Rosa Unit #335 - 2005'FSL, 950'FWL, Section 5

Gentlemen:

This is an application for administrative approval for non-standard gas spacing and proration unit of the referenced wells in the Fruitland Coal formation.

The following are items for your consideration:

1. Completed C-102 for each well showing location, proration unit and leases within the unit.
2. Plat showing offset operators/owners and acreage dedication for the referenced wells.
3. Fruitland Coal Activity Map with drilled and proposed wells in the Rosa Unit vicinity.
4. Map showing prior administrative approvals in the Rosa Unit and surrounding area.
5. Affidavit of notification of offset operators/owners by certified mail.
6. Copy of application for non-standard spacing and proration unit submitted September 17, 1990, and copy of reply from Michael E. Stogner dated September 19, 1990, requesting that these wells be reviewed administratively.

Please let me know if you require further information.

Sincerely,


Peggy Bradfield
Regulatory Affairs

encs.

xc: Bureau of Land Management, Farmington District
New Mexico Oil Conservation Division, Aztec District

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

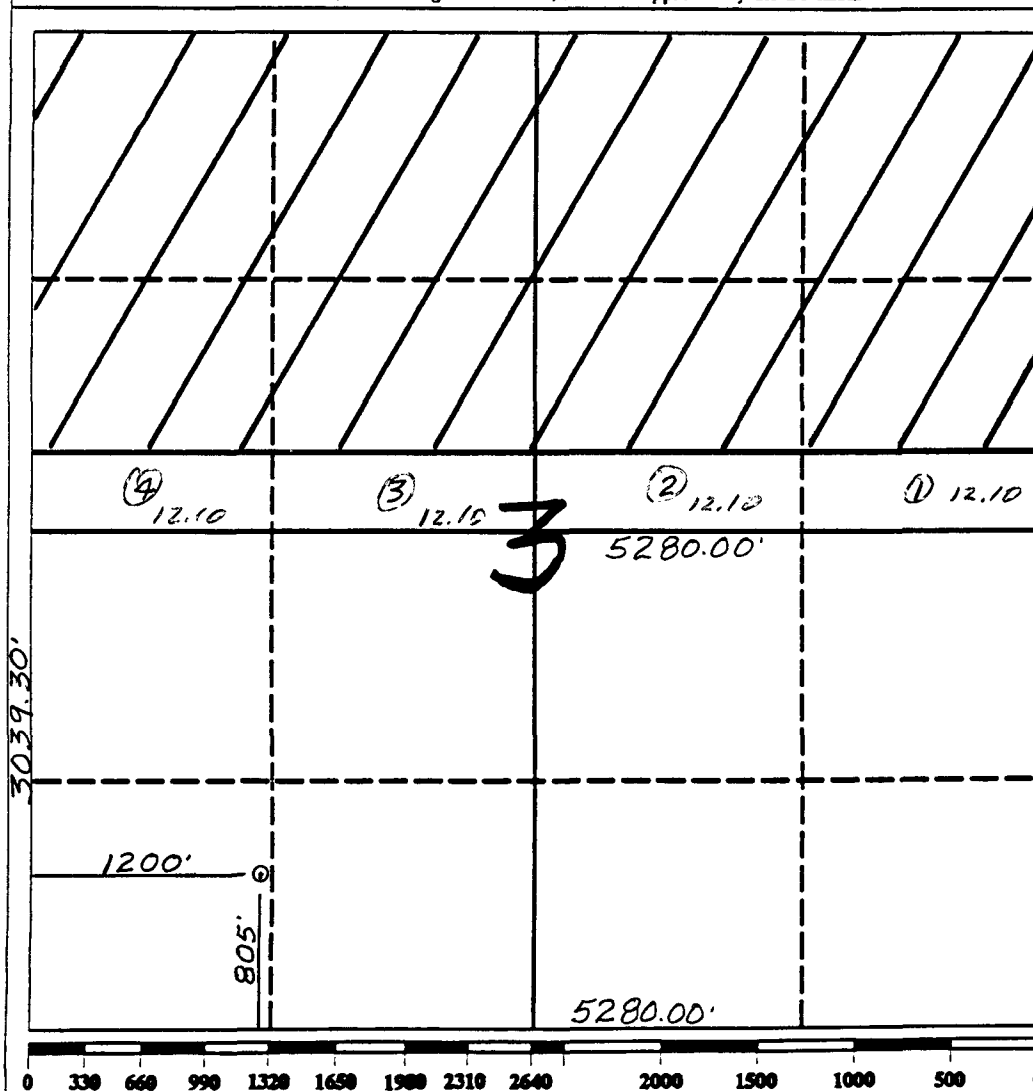
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Meridian Oil Inc.		Lease Rosa Unit (SF-078763)		Well No. 337
Unit Letter M	Section 3	Township 31 North	Range 5 West NMPM	County Rio Arriba
Actual Footage Location of Well: 805 feet from the South line and 1200 feet from the West line				
Ground level Elev. 6524'	Producing Formation Fruitland Coal	Pool Basin	Dedicated Acreage: 368.40 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. 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 unitization
- If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
- No allowable well be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature

Peggy Bradford

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.

4-17-90

Date Surveyed _____

Signature _____

Professing

1.

1

19

1

1

Certified

Central

No

100

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

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

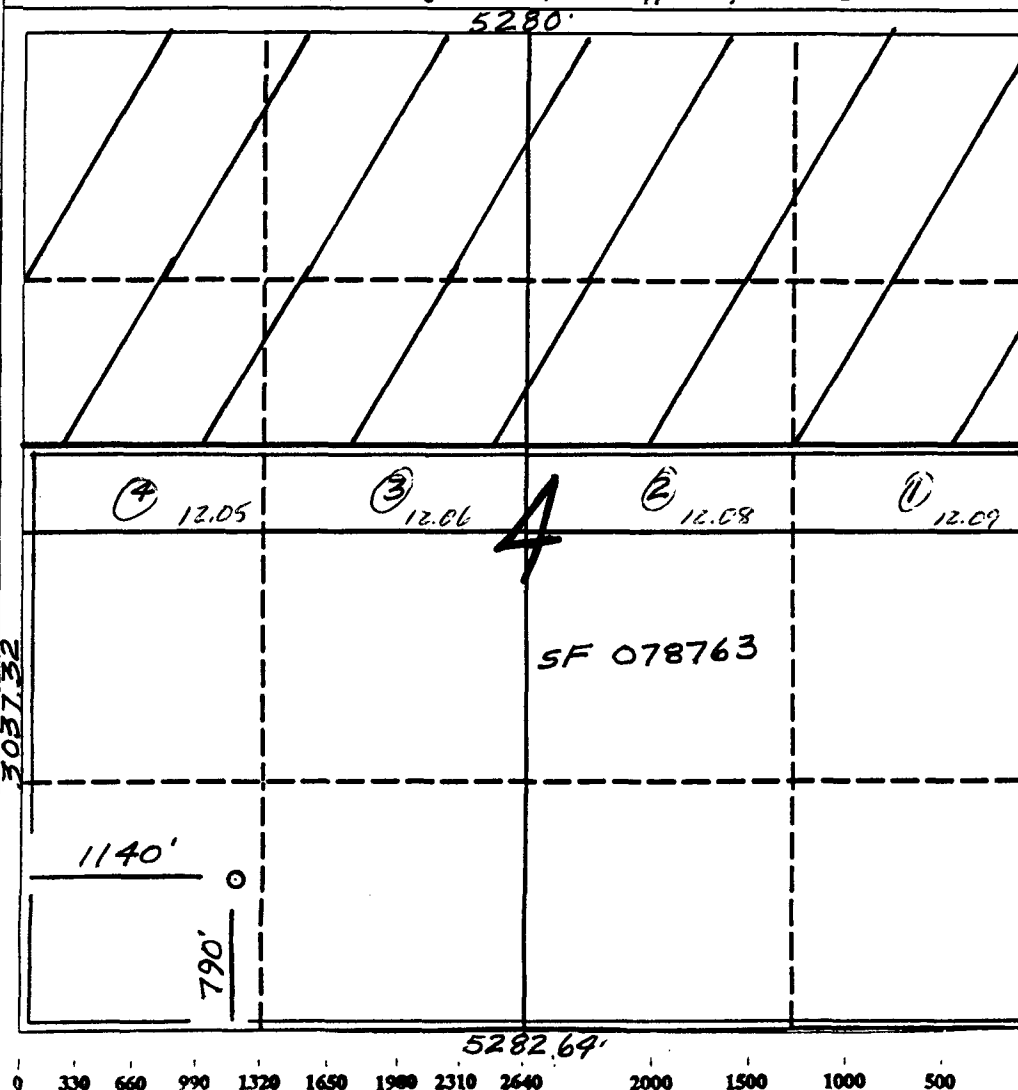
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Meridian Oil Inc.			Lease Rosa Unit (SF-078763)		Well No. 255
Unit Letter M	Section 4	Township 31 North	Range 5 West	County NMPM	Rio Arriba
Actual Footage Location of Well: 790 feet from the South line and 1140 feet from the West line					
Ground level Elev. 6330'	Producing Formation Fruitland Coal		Pool Basin	Dedicated Acreage: 371.28 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 communization, unitization, force-pooling, etc.?
☒ Yes ☐ No If answer is "yes" type of consolidation unitization
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)
No allowable will be assigned to the well until all interests have been consolidated (by communization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



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.

6-12-90
Date Surveyed
Signature
Professional Surveyor
NEALE C. EDWARDS
6857
6857
Certificate
REGISTERED LAND SURVEYOR
Neale C. Edwards

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

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

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

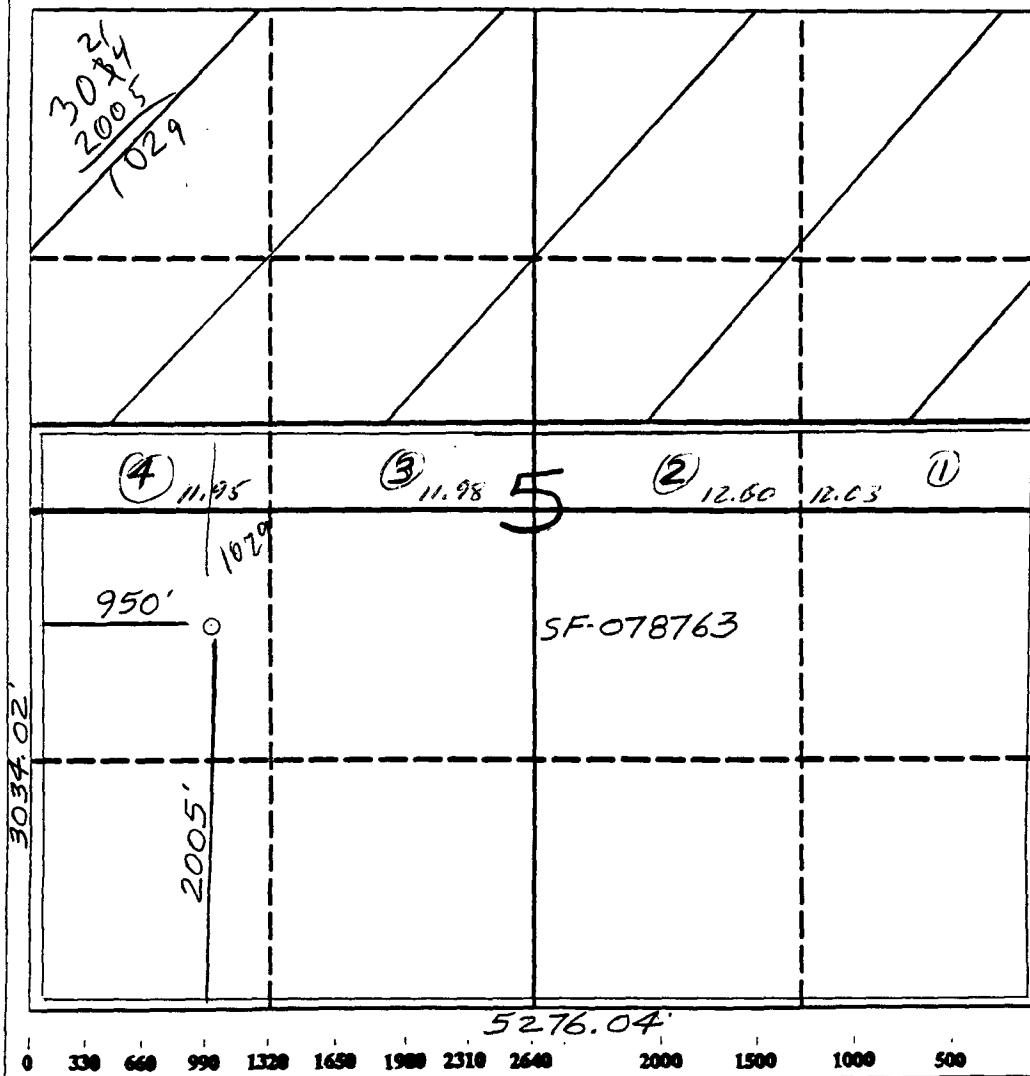
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Meridian Oil Inc.		Lease Rosa Unit		Well No. 335
Unit Letter L	Section 5	Township 31 North	Range 5 West	County Rio Arriba
Actual Footage Location of Well: 2005 feet from the South line and 950 feet from the West line				
Ground level Elev. 6342'	Producing Formation Fruitland Coal		Pool Basin	Dedicated Acreage: 367.96 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 unitization
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of 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, eliminating such interest, has been approved by the Division.



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. 8-20-90

Date Surveyed
Signature of Professional Surveyor
NEW MEXICO
6857
REGISTERED LAND SURVEYOR
Certificate No.
Neale C. Edwards

MERIDIAN OIL INC.

APPLICATION FOR NON-STANDARD SPACING UNITS

County Rio Arriba

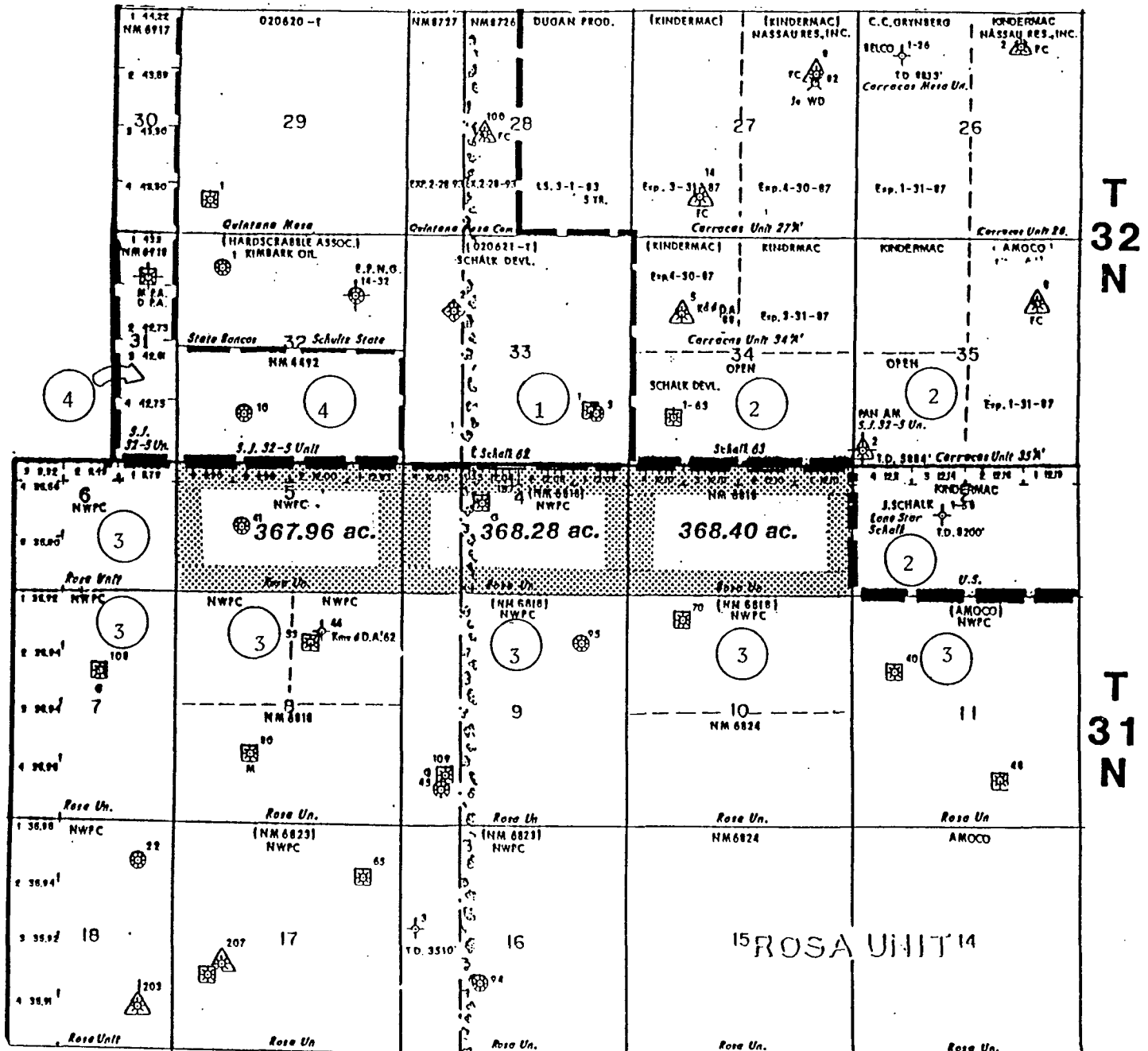
State New Mexico

Section 3, T31N, R5W

Section 4, T31N, R5W

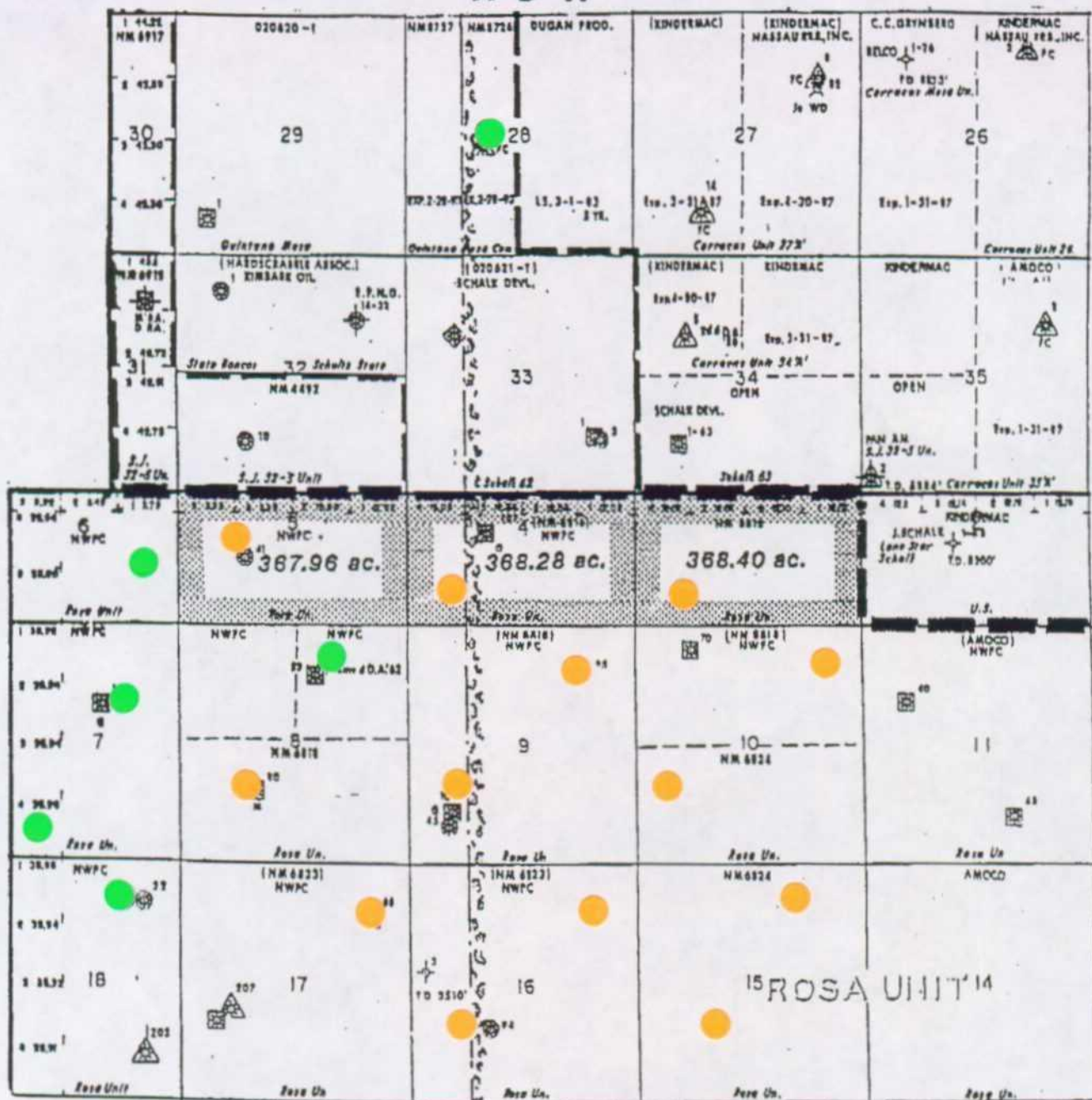
Section 5, T31N, R5W

R 5 W

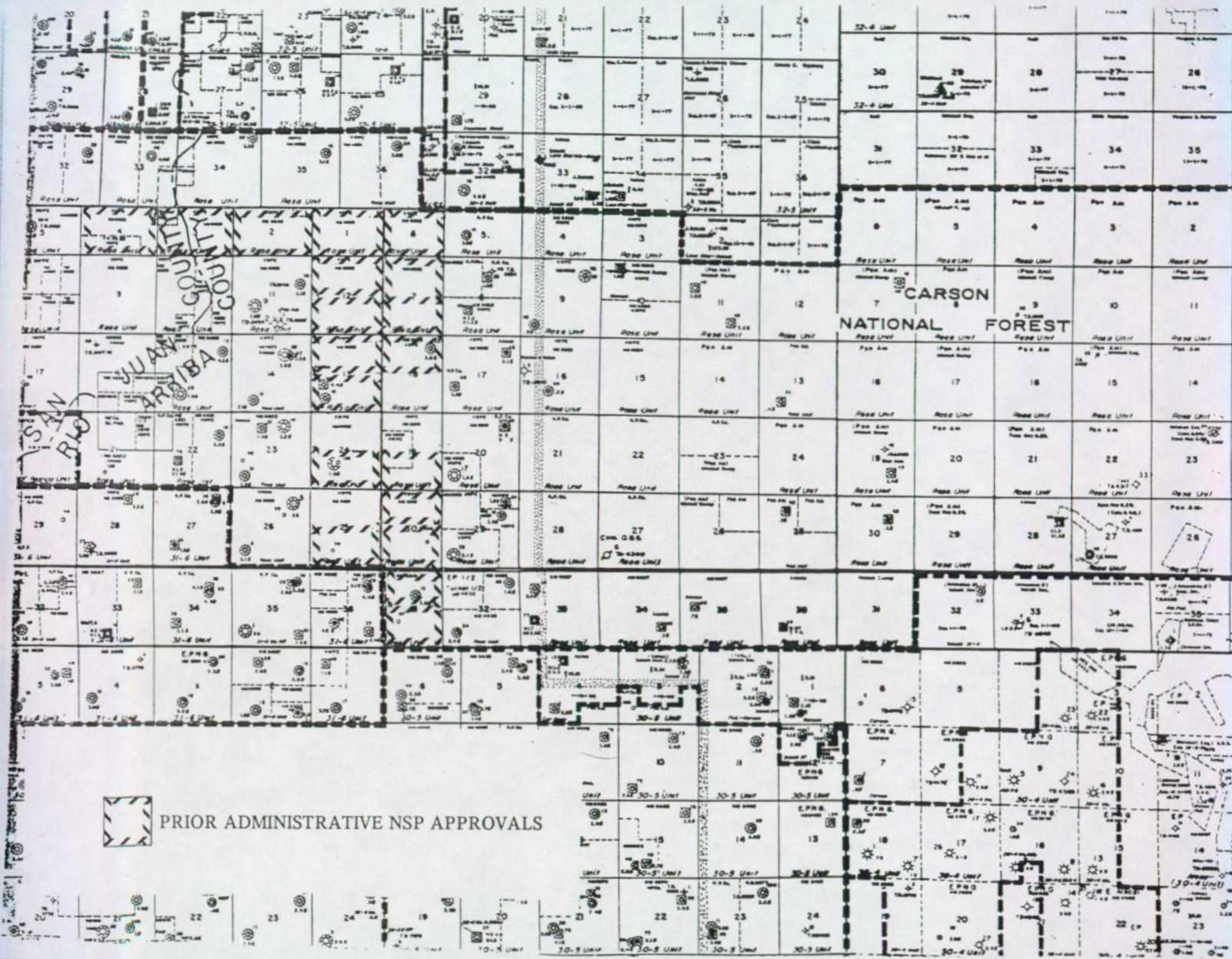


- Remarks
- (1) Coastline Petroleum Company, P.O.Box 841080, Dallas, TX 75284
Schalk Development Company, P.O. Box 25825, Alb., NM 87125
 - (2) Nassau Resources, Inc., 650 S. Cherry St., Suite 1225, Denver, Colorado 80222
 - (3) Meridian Oil Inc., P.O. Box 4289, Farmington, NM 87499
 - (4) El Paso Natural Gas Company c/o Meridian Oil Inc.

R 5 W



Green - drilled
 Orange - staked locations
 as of 11-7-90



PRIOR ADMINISTRATIVE NSP APPROVALS

CARSON
NATIONAL FOREST

SAN JUAN COUNTY
ARRIBA

MERIDIAN OIL

Rio Arriba County, New Mexico

Rosa Unit #337
805'FSL, 1200'FWL, Section 3, T-31-N, R-5-W

Rosa Unit #255
790'FSL, 1140'FWL, Section 4, T-31-N, R-5-W

Rosa Unit #335
2005'FSL, 950'FWL, Section 5, T-31-N, R-5-W

I hereby certify that the following offset operators/owners have been mailed by Federal Express notification of our application for non-standard gas spacing and proration unit for the subject wells.

Coastline Petroleum Company
PO Box 841080
Dallas, TX 75284

Schalk Development Company
PO Box 25825
Albuquerque, NM 87125

Nassau Resources, Inc.
650 S. Cherry St., Suite 1225
Denver, CO 80222

El Paso Natural Gas Company
c/o Meridian Oil Inc.
PO Box 4289
Farmington, NM 87499



Peggy A. Bradfield

San Juan County
State of New Mexico

November 7, 1990

My commission expires August 17, 1992

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

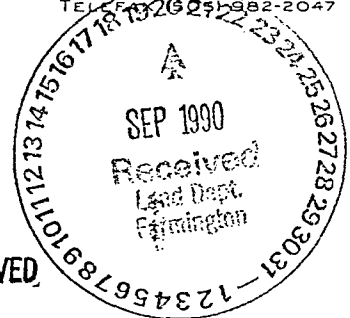
W. THOMAS KELLAHIN
KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN
OF COUNSEL

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

September 17, 1990



RECEIVED

SEP 18 1990

HAND-DELIVERED

Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

Re: Meridian Oil Inc.'s Application
for three (3) Non-Standard Spacing and
Proration Units, Basin Fruitland Coal Gas Pool,
Rio Arriba County, New Mexico

Dear Mr. LeMay:

On behalf of Meridian Oil Inc., please set the enclosed application for hearing at the next available examiner's docket now set for October 17, 1990.

We suggest the following to be used for the advertisement for this case:

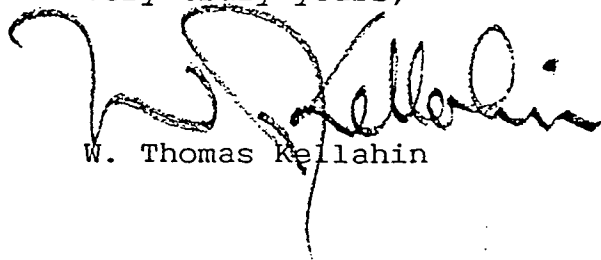
Application of Meridian Oil Inc. for three non-standard spacing and proration units, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks approval of three non-standard spacing and proration units for wells in Sections 3, 4, and 5 of T31N, R5W, N.M.P.M., Rio Arriba County, New Mexico. Said locations are approximately _____ miles from _____.

By copy of this letter and application sent certified mail, return-receipt requested, we are notifying each of the offsetting owners and/or operators of their right to appear at the hearing either in support of or in opposition to this application.

Mr. William J. LeMay
September 17, 1990
Page 2

Should any party desire more information about this matter or about the procedures for hearing this application, they may call the Division or the undersigned.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', is written over the typed name. The signature is fluid and cursive.

W. Thomas Kellahin

WTK/tic
Enclosure

cc: Mr. Alan Alexander
Meridian Oil Inc.
P.O. Box 4289
Farmington, New Mexico 87499-4289

"Certified-Return Receipt Requested"

All parties listed on Exhibit B

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

RECEIVED

SEP 18 1990

IN THE MATTER OF THE APPLICATION
OF MERIDIAN OIL INC. FOR
APPROVAL OF THREE NON-STANDARD
PRORATION AND SPACING UNITS, BASIN
FRUITLAND COAL GAS POOL,
RIO ARriba COUNTY, NEW MEXICO

OIL CONSERVATION DIVISION

CASE NO.

A P P L I C A T I O N

COMES NOW MERIDIAN OIL INC., by and through its
attorneys, KELLAHIN, KELLAHIN & AUBREY, and applies to the
New Mexico Oil Conservation Division for approval of three
non-standard proration and spacing units in Township 31
North, Range 5 West, Basin Fruitland Coal Gas Pool as
follows:

- (1) Rosa Unit No. 337
NSPU Description: Section 3: All (368.40 acres)
- (2) Rosa Unit No. 255
NSPU Description: Section 4: All (368.28 acres)
- (3) Rosa Unit No. 335
NSPU Description: Section 5: All (367.96 acres)

1. Applicant is a working interest owner and the
operator of the three spacing units.

2. As a result of governmental surveys, the northern side of T31N, R5W consists of a series of irregularly shaped lots, each of which contains more or less than 40 acres, resulting in the necessity for proration and spacing units, which are contrary to the Oil Conservation Division rules for Basin Fruitland Coal Gas wells.

3. Applicant proposes to dedicate the acreage described above to Basin Fruitland Coal Gas Wells as shown on Exhibit "A".

4. Attached as Exhibit "A" is a plat showing all of the acreage dedicated to the subject wells and the surrounding acreage.

5. Attached as Exhibit "B" is a list of all offsetting owners and/or operators who are required by Division rules to receive notification of this application.

6. Pursuant to Division rules, a copy of this application was mailed by certified mail, return-receipt requested, to all parties listed on Exhibit "B".

WHEREFORE, Applicant requests that after notice and hearing the application be granted.

Respectfully submitted:

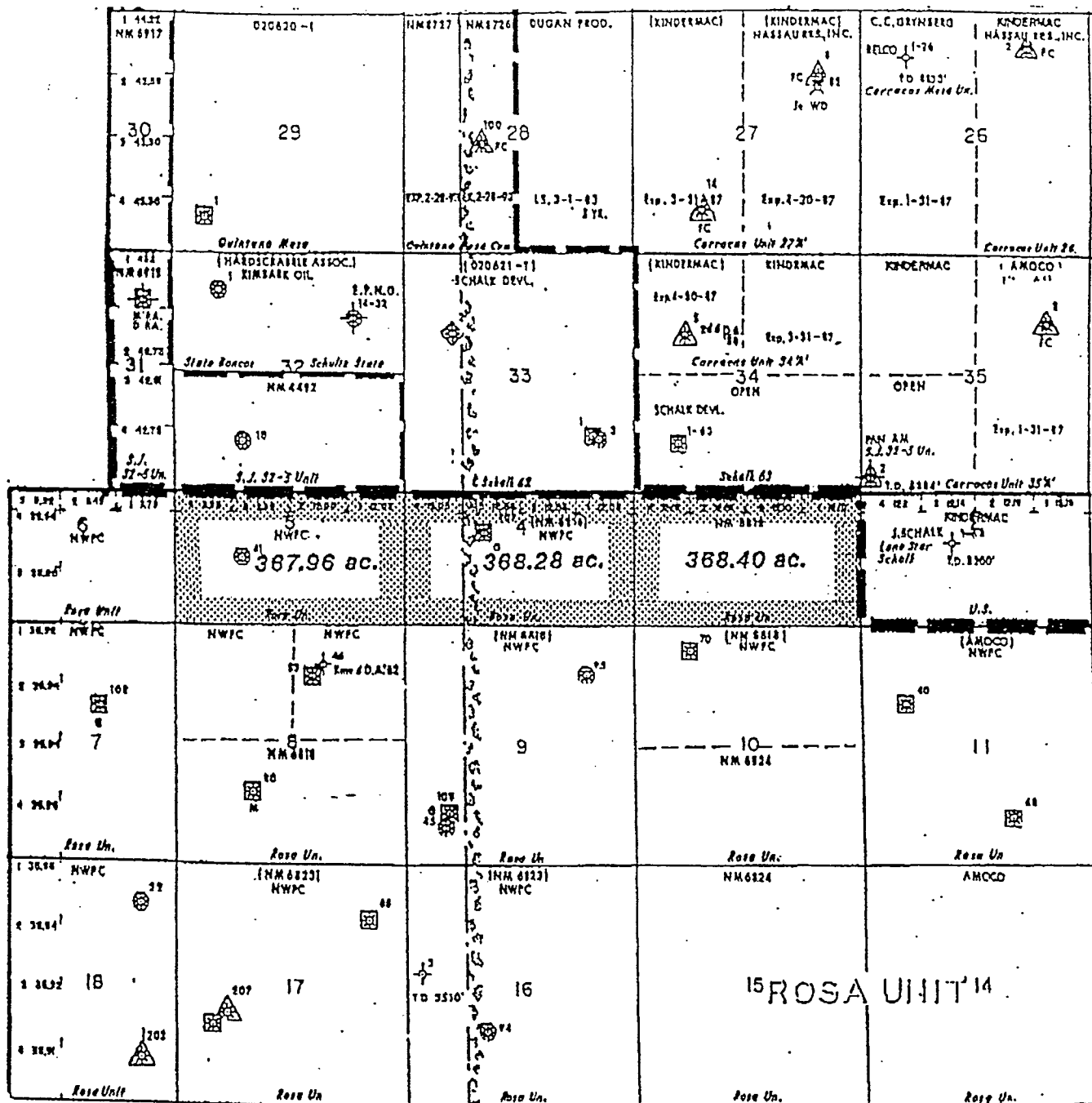
KELLAHIN, KELLAHIN & AUBREY

By: 

W. Thomas Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504

(505) 982-4285

T
32
N



T
3
N

EXHIBIT A

EXHIBIT B

Coastline Petroleum Company
P.O. Box 841080
Dallas, Texas 75284

Schalk Development Company
P.O. Box 25825
Albuquerque, New Mexico 87125

Nassau Resources, Inc.
650 S. Cherry St., Suite 1225
Denver, Colorado 80222

El Paso Natural Gas Company
c/o Meridian Oil Inc.
Post Office Box 4289
Farmington, New Mexico 87499

RECEIVED SEP 14 1990



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

September 19, 1990

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Kellahin, Kellahin & Aubrey
P.O. Box 2265
Santa Fe, NM 87504-2265

Attention: W. Thomas Kellahin
General Counsel for Meridian Oil, Inc.

RE: *Meridian Oil, Inc.'s application for three (3) non-standard gas spacing and proration units, Sections 3, 4 and 5, Township 31 North, Range 5 West, NMPM, Basin-Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.*

Dear Mr. Kellahin:

In reviewing the subject application to be set for the hearing on the October 17, 1990 docket, it appears that this matter can be considered administratively and does not require hearing for resolution. I am therefore returning the subject request for hearing to you since it is deemed unnecessary at this time.

Please submit the required information for administrative review pursuant to Rule 6 of the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool, as promulgated by Division Order No. R-8768.

Should you have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Aztec
William J. LeMay, Director

Meridian Oil, Inc. - Farmington
US Bureau of Land Management - Farmington

MERIDIAN OIL

NEW MEXICO OIL CONSERVATION DIVISION
RECEIVED

'90 NOV 13 AM 8 55

SENT FEDERAL EXPRESS
November 7, 1990

To: Offset Owners/Operators

This is notification that Meridian Oil Inc. is seeking administrative approval for a non-standard gas spacing and proration unit for the referenced wells.

A copy of the C-102 showing the location of these wells and a map showing the offset owners/operators is attached.

A copy of this application is being submitted to all offset owners/operators by Federal Express mail with a request that you furnish the New Mexico Oil Conservation Division, PO Box 2088, Santa Fe, NM 87501 with a Waiver of Objection, and return one copy to this office.

Sincerely yours,

Peggy Bradfield

encl.

WAIVER

Schalk
Development Co. hereby waives objection to Meridian Oil Inc.'s application for a non-standard gas spacing and proration unit for their Rosa Unit #337, #255 and #335 as proposed above.

By: 

Date: 11/9/90

xc: Coastline Petroleum Company
Schalk Development Company
Nassau Resources, Inc.
El Paso Natural Gas Company

MERIDIAN OIL

NEW MEXICO OIL CONSERVATION DIVISION
SANTA FE, NM 87501

'SO NOV 13 AM 8 49

SENT FEDERAL EXPRESS
November 7, 1990

To: Offset Owners/Operators

This is notification that Meridian Oil Inc. is seeking administrative approval for a non-standard gas spacing and proration unit for the referenced wells.

A copy of the C-102 showing the location of these wells and a map showing the offset owners/operators is attached.

A copy of this application is being submitted to all offset owners/operators by Federal Express mail with a request that you furnish the New Mexico Oil Conservation Division, PO Box 2088, Santa Fe, NM 87501 with a Waiver of Objection, and return one copy to this office.

Sincerely yours,

Peggy Bradfield

encl.

WAIVER

El Paso Natural Gas Co. hereby waives objection to Meridian Oil Inc.'s application for a non-standard gas spacing and proration unit for their Rosa Unit #337, #255 and #335 as proposed above.

By: *Chris* Date: 11/8/90

xc: Coastline Petroleum Company
Schalk Development Company
Nassau Resources, Inc.
El Paso Natural Gas Company