STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

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

September 2, 1994

MS PEGGY BRADFIELD MERIDIAN OIL INC PO BOX 4289 FARMINGTON NM 87401

RE: AN ILLEGAL PIT AT THE SOUTHLAND ROYALTY CO, SOUTH KUTZ #1

B-11-26N-11W

Dear Peggy:

A field inspection conducted on September 1, 1994 revealed that the blow down pit at the referenced well is un-netted, contains about 3 BBLS of oil and is in violation of Order R-8952. Your application for exception to the Order (Form C-134) is not approved, and you are hereby directed to bring the pit into compliance prior to October 3, 1994.

Yours Truly

Charles Gholson

Deputy Oil & Gas Inspector

CG/cs

xc: Don Ellsworth - BLM Farmington

C-134 File Well File