



OIL CONSERVATION DIVISION
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Amoco Production Company

Denver Region
1670 Broadway
P.O. Box 800
Denver, Colorado 80201
303-830-4040

December 14, 1990

Mr. William J. LeMay
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

File: CAW-77-986.511

Withdrawal of Protest

Meridian Oil Inc.'s Application for Unorthodox Locations
San Juan 20A Well and ~~Cain~~ 3R Well
Basin Fruitland Coal Pool
San Juan County, New Mexico

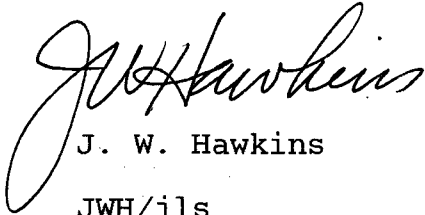
Amoco Production Company hereby withdraws our protest of Meridian's applications for unorthodox locations for the San Juan 20A Well and the Cain 3R Well in the Basin Fruitland Coal Pool, San Juan County, New Mexico. Our primary concern in this case has been to protect our correlative rights and those of our royalty owners in offset acreage. After discussion with Meridian, we believe the following conditions would minimize any potential drainage that we might suffer and serve to mitigate any potential violation of our correlative rights.

1. These wells are located in a low pressure area and the wells in the general vicinity produce at a low rate.
2. The wells proposed for recompletion are located at least 790 foot from the adjacent lands.
3. There are no viable candidates for recompletion or dual completion in the appropriate quarter section.

Mr. William J. LeMay
December 14, 1990
Page 2

Based on the above, we recommend that the NMOCD administratively approve Meridian's application for unorthodox locations for these wells.

Sincerely,

A handwritten signature in cursive script, appearing to read "J. W. Hawkins".

J. W. Hawkins

JWH/jls

cc:
Chris Suttle
Meridian Oil Inc.
3535 East 30th Street
Farmington, NM 87499

T. D. Autry - Building
K. J. Kilstrom - Building

LTR075

MERIDIAN OIL

December 18, 1990

FEDERAL EXPRESS

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Att: Michael Stogner

Re: San Juan #20A and Cain #3R
Application for Non-Standard Location

Dear Michael:

Enclosed is a copy of the withdrawal of protest from Amoco Production for the referenced wells. I have also enclosed a copy of each of the original applications we sent you, per your request.

Thanks for your consideration to these applications.

Sincerely,



Peggy Bradfield
Regulatory Affairs

encs.

