

MERIDIAN OIL

OIL CONSERVATION DIVISION
RECEIVED

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November 10, 1992

Mr. Ben Stone
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87504

**RE: Additional Information Requested
Previously submitted Application for
Surface Lease Commingling and
Request Approval for off-lease storage**

Dear Mr. Stone:

On 10/28/92, you called and requested additional information on our application to surface commingle the following leases:

Southland Royalty Co.
Aztec 22 Federal Lease (NM-0997)
Well No. 2, South Corbin Wolfcamp Field
LACT located in Unit Letter F,
Sec. 22, T-18-S, R-33-E
Lea County, New Mexico

Meridian Oil Inc.
Percha 15 Federal Com (NM-21172)
Well No. 3, South Corbin Wolfcamp Field
L, Sec. 15, T-18-S, R-33-E
Lea County, New Mexico

- 1) You wanted to know if the wells were going to be metered separately at the lease or at the battery?

Each well has its own heater treater and each well will be continuously metered 24 hours a day at the battery.

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2) You also wanted to know if we had notified the working interest owners?

On page two of our original application sent in on 9/14/92, it mentions that Southland Royalty Company and Meridian Oil Inc. are 100% working interest owners. Because both these companies are one in the same, we do not have to notify any working interest owners.

The royalty interest and overriding royalty interest owners are not the same but wells will be metered 24 hours a day, each having its own metered heater treater at the battery.

Please let us know if you need any other information to approve this application.

Sincerely,



Maria L. Perez
Production Assistant
915/688-6906

xc: Well File
Don McBee
Brett Adams - Facilities Engr.
Land Dept.
Joint Interest
Production Engr.
Hobbs Field Office
Richard Atchley
Regulatory File