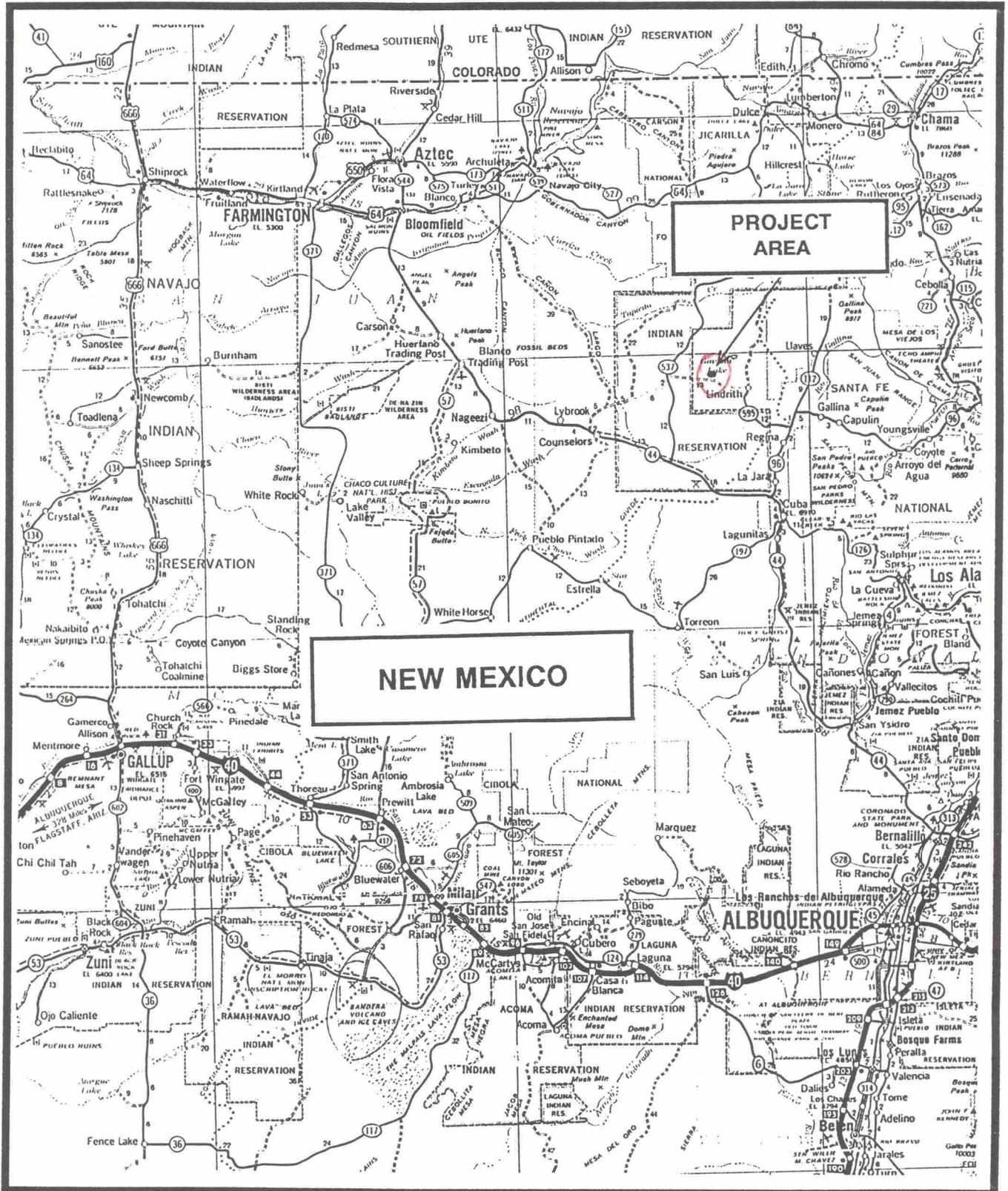


D

EXHIBIT 2

D

D



PROJECT LOCATION



NEW MEXICO

JILLSON FEDERAL SWD #1

FIGURE 1
OVERVIEW MAP

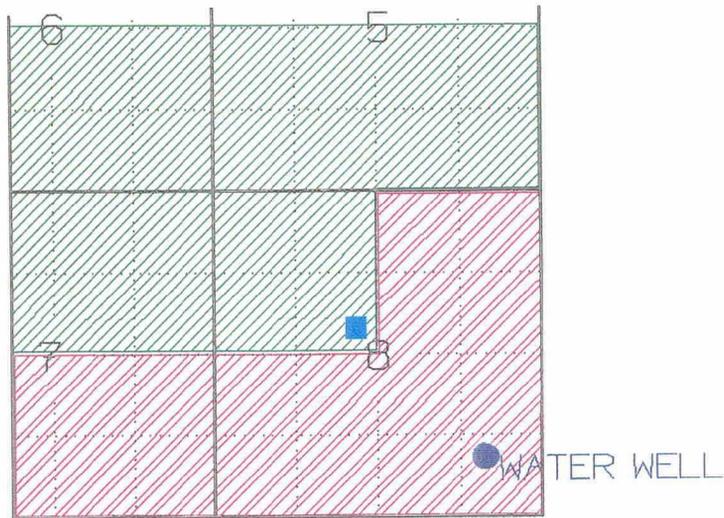
MERIDIAN OIL INC

JILLSON SWD #1

DISPOSAL WELL

TOWNSHIP 24 NORTH, RANGE 3 WEST

2305' From North Line, 2415' From West Line



■ Proposed Well Location

▨ Donald & Paul Candelario

▨ Bureau of Land Management

SURFACE OWNERSHIP PLAT



3160 (017)
SF-080472

JUL 29 1994

David Catanach, Hearing Officer
Oil and Gas Conservation Division
310 Old Santa Fe Trail
Santa Fe, NM 87501

Dear Sir:

The land described below (Rio Arriba County) is owned by the Federal Government as Public Domain and managed by the Bureau of Land Management (BLM).

T. 24 N., R. 3 W.
Section 8
NW $\frac{1}{4}$

Both surface and subsurface rights are presently owned by the Federal Government. The subsurface rights to oil and gas are held by Meridian Oil Corporation. The BLM Albuquerque District Office, Rio Puerco Resource Area, has been working with Meridian to permit and drill the Jillson Saltwater Disposal Well in this quarter section of Federal lease #SF-080472. The permitting of this well will follow standard permitting procedures for a disposal well.

Because the area was previously administered out of the BLM Farmington District Office, we continue to coordinate with them. Again, we emphasize that at this time the above described land is owned by the Federal Government and managed by the BLM Rio Puerco Resource Area.

If you have any questions, please feel free to contact Debby Lucero of my staff at (505) 761-8787.

Sincerely,

s/ Villalobos

Hector A. Villalobos
Area Manager

cc: Van L. Goebel, Senior Landman

MERIDIAN OIL

June 7, 1994

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Carolyn Clark Wiggin Oil Properties
P.O. Box 420
Farmington, New Mexico 87499

**RE: JILLISON FEDERAL SWD #1
SALTWATER DISPOSAL WELL
SE/4 NW/4 SECTION 8, T-24-N, R-3-W
RIO ARRIBA COUNTY, NEW MEXICO**

Dear Madam or Sir:

In my letter of May 17, 1994, I gave you preliminary notice of our proposal to drill the above captioned Disposal well into the Entrada Formation. As follow-up to the May 17, 1994 letter I have enclosed for your information a copy of Meridian's C-108 Application to the Oil Conservation Division for approval to drill the proposed well.

The following attachments are for your review:

- Oil Conservation Division C-108 Application
- Lease map indicating where the well is to be drilled
- Copy of the State of New Mexico C-102
- Offset operator plat.

Application for this proposal has been submitted to the New Mexico Oil Conservation Division for approval. If you have no objections to Meridian's proposal please execute on the line provided on page two (2) and return this letter to this office, to my attention, within fifteen (15) days of receipt of this letter.

Please contact me at (505) 326-9759 if you have questions concerning this matter.

Sincerely,



Van L. Goebel
Senior Landman

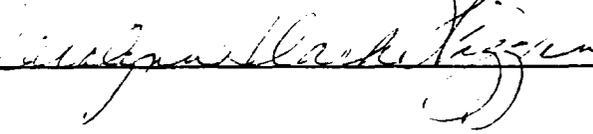
VLG/cja
Enclosures
NM-10007

VLG-Jillison SWD #1

6-7-94

Page 2

CAROLYN CLARK WIGGIN OIL PROPERTIES hereby waives objection to Meridian Oil Inc.'s application to drill the Jillison SWD #1 disposal well.

By:  Date: 6/17/94

PS Form 3800, June 1990 (Reverse)

U.S.G.P.O. 1990-270-153



P 794 519 671

Certified Mail Receipt
 No Insurance Coverage Provided
 Do not use for International Mail
 (See Reverse)

| | |
|---|----|
| Sent to Carolyn Clark Wiggin Oil Properties | |
| Street & No. Post Office Box 420 | |
| PO., State & ZIP Code Farmington, NM 87499 | |
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Address of Delivery | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | |

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:
**Carolyn Clark Wiggin Oil
 Properties
 P.O. Box 420
 Farmington, NM 87499**

4a. Article Number
P 794 519 671

4b. Service Type.
 Registered
 Certified
 Express Mail
 Return Receipt for Insured Mail

7. Date of Delivery
JUN 10 1994

8. Addressee's Address and Telephone Number
Farmington, NM 87499

5. Signature (Addressee)
Carolyn Clark Wiggin

6. Signature (Agent)
Land Smith

UNITED STATES POSTAL SERVICE



PENALTY FOR PRIVATE USE TO AVOID PAYMENT OF POSTAGE, \$300

STICK POSTAGE STAMPS TO ARTICLE TO COVER FIRST CLASS POSTAGE. CERTIFIED MAIL FEE, AND CHARGES FOR ANY SELECTED OPTIONAL SERVICES (see front).

1. If you want this receipt postmarked, stick the gummed stub to the right of the return address leaving the receipt attached and present the article at a post office service window or hand it to your rural carrier (no extra charge).

2. If you do not want this receipt postmarked, stick the gummed stub to the right of the return address of the article, date, detach and retain the receipt, and mail the article.

3. If you want a return receipt, write the certified mail number and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, affix to the back of article. Endorse front of article **RETURN RECEIPT REQUESTED** adjacent to the number.

4. If you want delivery restricted to the addressee, or to an authorized agent of the addressee, endorse **RESTRICTED DELIVERY** on the front of the article.

5. Enter fees for the services requested in the appropriate spaces on the front of this receipt. If return receipt is requested, check the applicable blocks in item 1 of Form 3811.

6. Save this receipt and present it if you make inquiry.

Official Business



ATIN: VAN GOEBEL

DOMESTIC RETURN RECEIPT

U.S.G.P.O. 1993-352-714

PS Form 3811, December 1991

MERIDIAN OIL

June 7, 1994

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Donald & Paul Candelaria
3603 N. Buena Vista Avenue
Farmington, New Mexico 87402

**RE: JILLISON FEDERAL SWD #1
SALTWATER DISPOSAL WELL
SE/4 NW/4 SECTION 8, T-24-N, R-3-W
RIO ARRIBA COUNTY, NEW MEXICO**

Dear Mr. Candelaria:

This letter is to notify you of Meridian Oil Inc.'s intention to drill the above captioned disposal well into the Entrada Formation and to request your signature waiving any objections to our proposed disposal well.

The following attachments are for your review:

- Oil Conservation Division C-108 Application
- Lease map indicating where the well is to be drilled
- Copy of the State of New Mexico C-102
- Offset operator plat.
- Surface Ownership Plat

Application for this proposal has been submitted to the New Mexico Oil Conservation Division for approval. If you have no objections to Meridian's proposal please execute on the line provided on page two (2) and return this letter to this office, to my attention, within fifteen (15) days of receipt of this letter.

Please contact me at (505) 326-9759 if you have questions concerning this matter.

Sincerely,



Van L. Goebel
Senior Landman

VLG/cja
Enclosures
NM-10007

VLG-Jillison SWD #1

6-7-94

Page 2

The undersigned this _____ day of _____, 1994, hereby waives objection to Meridian Oil Inc.'s application to drill the Jillison SWD #1 disposal well.

By: _____ Date: _____

P 794 519 667



Certified Mail Receipt
No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

| | |
|---|--------------------------|
| Sent to | Donald & Paul Candelaria |
| Street & No | 3603 N. Buena Vista Ave. |
| P.O., State & ZIP Code | Farmington, NM 87402 |
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Address of Delivery | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 6-7-94 |

PS Form 3800, June 1990

VAN Goebel

| | | | |
|---|--|---|--|
| <p>SENDER:</p> <p>Complete items 1 and/or 2 for additional services. Complete items 3, and 4a & b. Print your name and address on the reverse of this form so that we can return this card to you. Attach this form to the front of the mailpiece, or on the back if space does not permit. Write "Return Receipt Requested" on the mailpiece below the article number. The Return Receipt will show to whom the article was delivered and the date delivered.</p> | | <p>I also wish to receive the following services (for an extra fee):</p> <p>1. <input type="checkbox"/> Addressee's Address</p> <p>2. <input type="checkbox"/> Restricted Delivery</p> <p>Consult postmaster for fee.</p> | |
| <p>3. Article Addressed to:</p> <p>Donald & Paul Candelaria 3603 N. Buena Vista Ave. Farmington, NM 87402</p> | | <p>4a. Article Number</p> <p>P 794 519 667</p> | |
| <p>5. Signature (Addressee)</p> <p><i>Donald Candelaria</i></p> | | <p>4b. Service Type</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured</p> <p><input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD</p> <p><input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> | |
| <p>6. Signature (Agent)</p> | | <p>7. Date of Delivery</p> <p>6-8-94</p> | |
| | | <p>8. Addressee's Address (Only if requested and fee is paid)</p> | |

YOUR RETURN ADDRESS

Thank you for using Return Receipt Service.