

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

IN THE MATTER OF THE APPLICATION  
FOR MERIDIAN OIL, INC. FOR  
SIX NON-STANDARD GAS PRORATION  
UNITS, BASIN FRUITLAND COAL GAS  
POOL, SAN JUAN COUNTY,  
NEW MEXICO

CASE NO. 10042

CERTIFICATE OF MAILING  
AND  
COMPLIANCE WITH ORDER R-8054

In Accordance with Division Rule 1207 (Order R-8054) I hereby certify that on July 17, 1990, I caused to be mailed by certified mail return-receipt requested notice of this hearing and a copy of the Application for the above referenced case along with the cover letter, at least twenty days prior to the hearing set for August 8, 1990, to the parties shown in the Application as evidenced by the attached copies of return receipt cards.

  
W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 7<sup>th</sup> day of August, 1990.

  
Toni Ivory Cates  
Notary Public

My Commission Expires:

7-6-91

BEFORE EXAMINER STOGNER Oil Conservation Division <u>Meridian</u> Exhibit No. <u>6</u> Case No. <u>10042</u>
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**SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.  
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1  Show to whom delivered, date, and addressee's address (Extra charge)      2  Restricted Delivery (Extra charge)

3 Article Addressed to Union Texas Petroleum P.O. Box 2120 Houston, Texas 77252-2120  WTK Meridian <i>11 nonstandard</i>	4 Article Number P 438 025 514  Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input checked="" type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise
5 Signature - Addressee X	Always obtain signature of addressee or agent and DATE DELIVERED.
6 Signature - Agent X <i>[Signature]</i>	8 Addressee's Address (ONLY if requested and fee paid)
7 Date of Delivery <b>JUL 19 1990</b>	

PS Form 3811, Apr. 1989      \* U.S.G.P.O. 1989-238-815      **DOMESTIC RETURN RECEIPT**

PS Form 3800, June 1985      \* U.S.G.P.O. 1989-234-555

**RECEIPT FOR CERTIFIED MAIL**  
NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

P 438 025 513

Sent to Texaco, Inc. Street and No. P.O. Box 3109 Md. State and ZIP Code Middland, TX 79702	
Postage	\$ .45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.20
Postmark or Date WTK Meridian	

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RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

Sent to Mesa Limited Partnership	
Street and No. P.O. Box 2009	
P.O., State and ZIP Code Amarillo, TX 79189	
Postage	\$ .45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.20
Postmark or Date  WTK Meridian	

P 438 025 509

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

Sent to Northwest Pipeline Corp.	
Street and No. P.O. Box 58900	
P.O., State and ZIP Code Salt Lake City, Utah 84115	
Postage	\$ .45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.20
Postmark or Date  WTK Meridian 7/17/90	

P 438 025 511

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

Sent to Amoco Production Co.	
Street and No. P.O. Box 800	
P.O., State and ZIP Code Denver, CO. 80201	
Postage	\$ .45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.20
Postmark or Date  WTK Meridian	

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RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL  
(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

Sent to Union Texas Petroleum	
Street and No. P.O. Box 2120	
P.O., State and ZIP Code Houston, TX 77252-2120	
Postage	\$ .45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.20
Postmark or Date  WTK Meridian	

P 438 025 510

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to	Blackwood & Nichols Co, Lt
Street and No.	P.O. Box 1237
P.O. State and ZIP Code	Durango Colorado 81302-1
Postage	\$ 45
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 270
Postmark or Date	
WTK Meridian	

PS Form 3800, June 1985

U.S.G.P.O. 1989-234-555

P 438 025 086

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to	S. Union Exploration
Street and No.	324 Highway US#64 NBU
P.O. State and ZIP Code	Farmington, NM 87401
Postage	\$ 95
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 270
Postmark or Date	
WTK Meridian	

PS Form 3800, June 1985

U.S.G.P.O. 1989-234-555

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

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 10042  
ORDER NO. R-9303

*APPLICATION OF MERIDIAN OIL, INC. FOR  
SIX NON-STANDARD GAS PRORATION UNITS,  
RIO ARRIBA COUNTY, NEW MEXICO*

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on August 8 and September 5, 1990, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 27<sup>th</sup> day of September, 1990, the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) At the time of the August 8, 1990 hearing this case was consolidated with Case No. 10041 for the purpose of testimony.

(3) The applicant, Meridian Oil, Inc., seeks an exception to Rule 6 of Division Order No. R-8768 to establish six non-standard gas proration units for Basin-Fruitland Coal Gas Pool production in Townships 29 and 30 North, Range 7 West, NMPM, Rio Arriba County, New Mexico, as further described in Exhibit "A" attached hereto and made a part hereof.

(4) Said non-standard proration units are necessitated by irregular sections resulting from survey corrections in the United States Public Lands Survey.

(5) The acreage contained in each individual proration unit should be based

on the latest official surveys and resurveys accepted by the United States Government.

(6) The non-standard proration units may reasonably be presumed productive of gas from the Basin-Fruitland Coal Gas Pool and the non-standard gas proration units can be efficiently and economically drained and developed by one well on each unit.

(7) No offset operator objected to the proposed non-standard gas proration units.

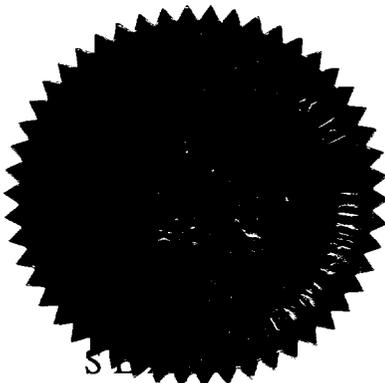
(8) Approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Basin-Fruitland Coal Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Meridian Oil, Inc. for six non-standard gas proration units in the Basin-Fruitland Coal Gas Pool in Townships 29 and 30 North, Range 7 West, NMPM, Rio Arriba County, New Mexico, as further described in Exhibit "A" attached hereto and made a part hereof, is hereby approved.

(2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

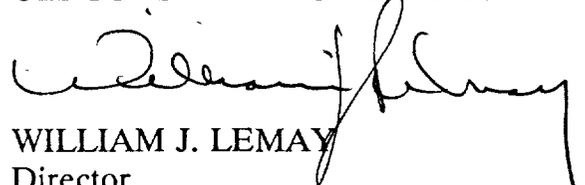
  
WILLIAM J. LEMAY  
Director

EXHIBIT "A"  
CASE NO. 10042  
ORDER NO. R-9303

<i>Tract</i>	<i>Acreage (more or less)</i>	<i>Section</i>	<i>Description</i>
TOWNSHIP 29 NORTH, RANGE 7 WEST, NMPM			
1	215.22	6	Lots 10 through 14, SE/4 NW/4, and E/2 SW/4 (W/2 equivalent)
2	226.72	7	Lots 5 through 8 and E/2 W/2 (W/2 equivalent)
3	231.03	18	Lots 5 through 8 and E/2 W/2 (W/2 equivalent)
4	238.88	19	Lots 5 through 8 and E/2 W/2 (W/2 equivalent)
TOWNSHIP 30 NORTH, RANGE 7 WEST, NMPM			
5	209.36	30	Lots 5 through 8 and E/2 W/2 (W/2 equivalent)
6	211.32	31	Lots 5 through 8 and E/2 W/2 (W/2 equivalent)