

MERIDIAN OIL

March 12, 1987

Mr. William J. LeMay
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Dear Mr. LeMay:

This is a request for administrative approval for an unorthodox gas well location in the Undesignated Fruitland Pool.

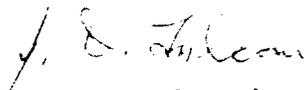
It is intended to locate the Meridian Oil Inc.'s San Juan 30-6 Unit #408 at 2315 feet from the South line and 1923 feet from the West line of Section 15, T-30-N, R-7-W, Rio Arriba County, New Mexico.

This well has been staked in an unorthodox location in the Southwest Quarter of Section 15 at a point midway between the Meridian Oil Inc. San Juan 30-6 Unit #402 and San Juan 30-6 Unit #406. The purpose of requesting such a location is to use this well for testing to monitor the cluster effect of water drainage of a coal bed to improve deliverability.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Plats showing the proposed well location and the terrain in Section 15, along with an ownership plat, are attached.

Sincerely yours,



J. D. Falconi
Project Drilling Engineer

encl.

WAIVER

_____ hereby waives objection to Meridian Oil Inc.'s application for an unorthodox location for their San Juan 30-6 Unit #408 as proposed above.

By: _____

Date: _____

cc: Blackwood & Nichols
C & E Operators

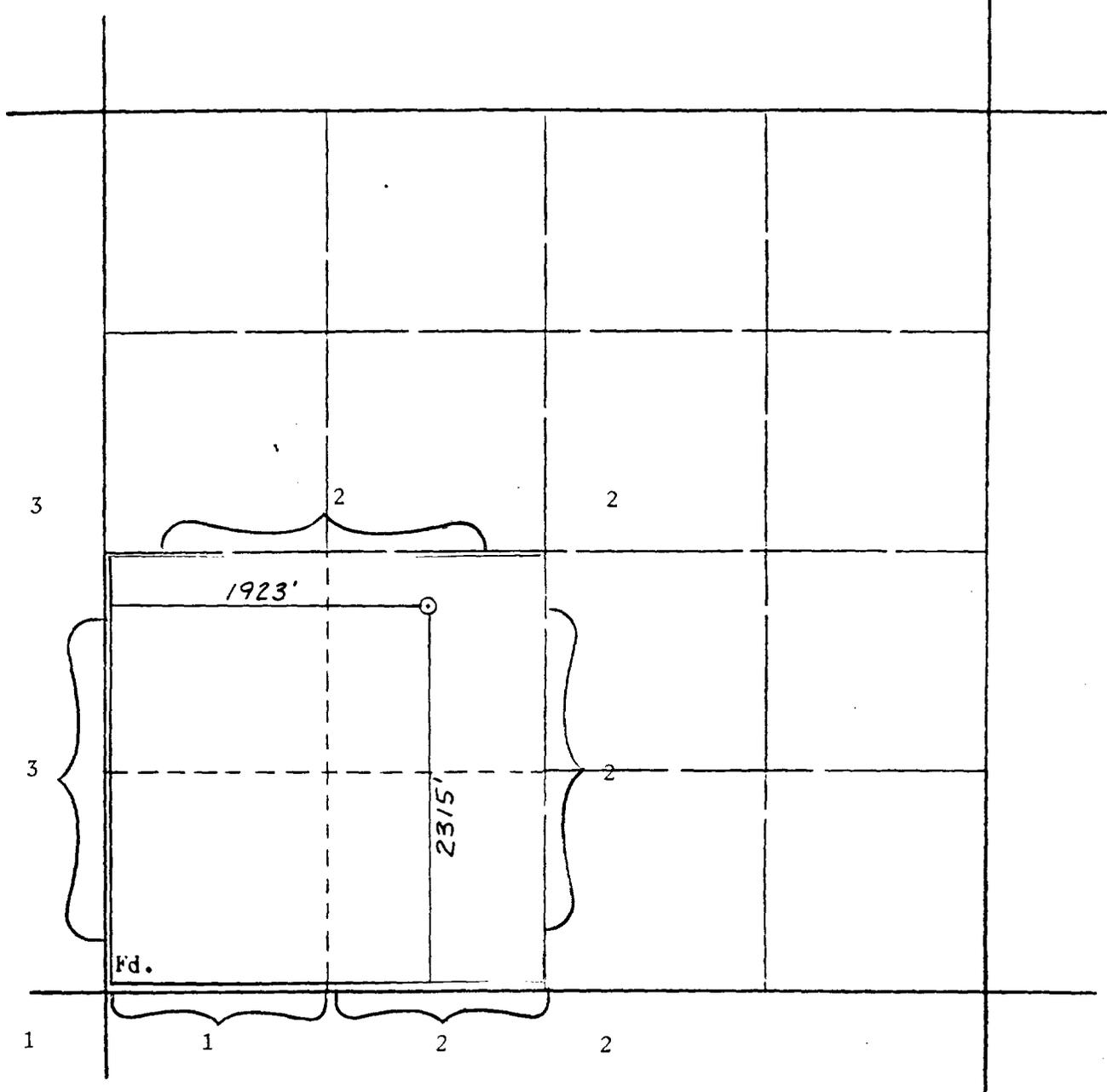
MERIDIAN OIL INC. ON BEHALF OF
EL PASO NATURAL GAS COMPANY

Well Name San Juan 30-6 Unit #408, Fruitland

Footage----- 2315' FSL, 1923' FWL

APPLICATION FOR NON-STANDARD LOCATION

County Rio Arriba State New Mexico Section 15 Township 30N Range 7W



REMARKS:

- (1) Northeast Blanco Unit, Blackwood & Nichols, Operator
- (2) San Juan 30-6 Unit, Meridian Oil Inc. on behalf of El Paso Natural Gas
- (3) C&E Operators

(Handwritten initials)

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

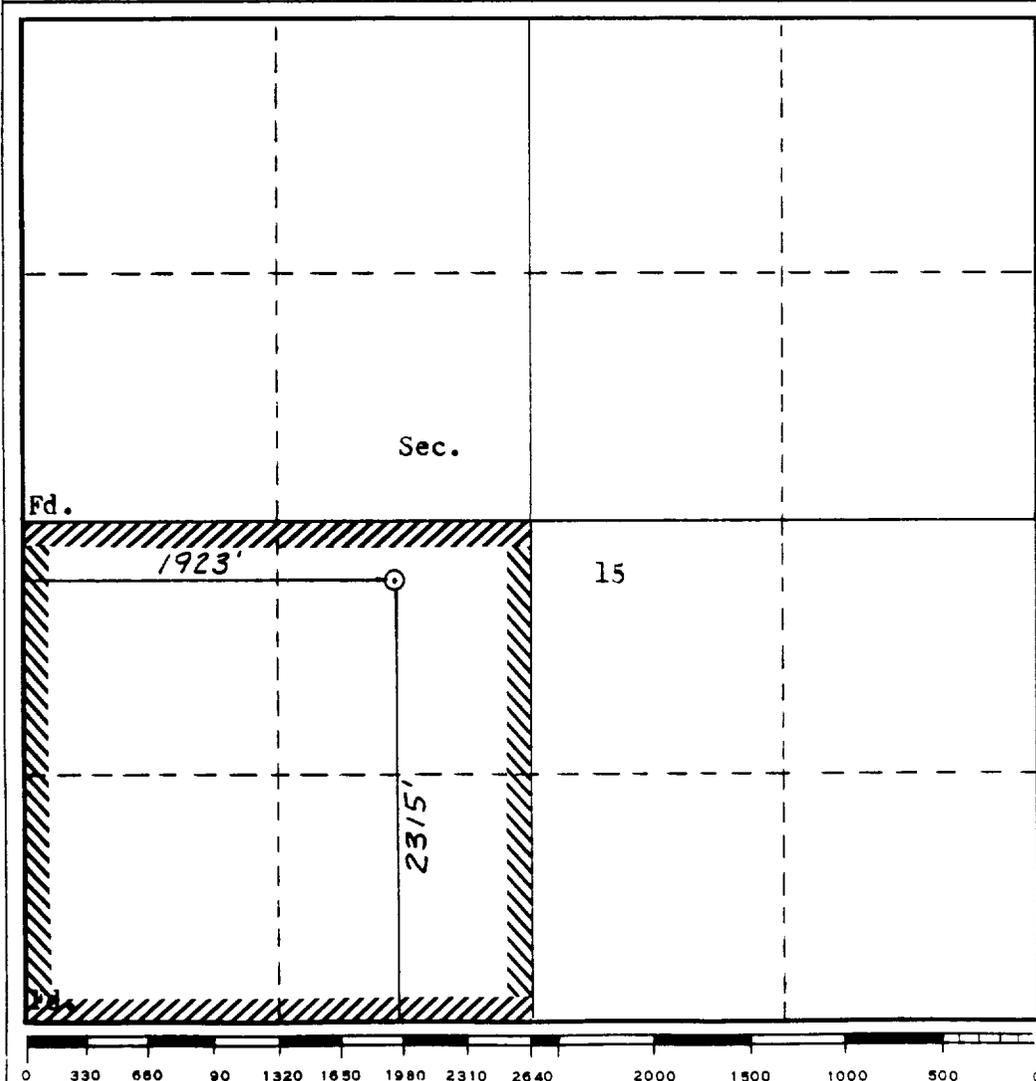
Operator MERIDIAN OIL, INC.		Lease SAN JUAN 30-6 Unit (SF 079382)		Well No. 408
Unit Letter K	Section 15	Township 30 N	Range 7 W	County Rio Arriba
Actual Footage Location of Well: 2315 feet from the South line and 1923 feet from the West line				
Ground Level Elev. 6176	Producing Formation Fruitland	Pool Undesignated	Dedicated Acreage: 160.00 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation Unitization

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

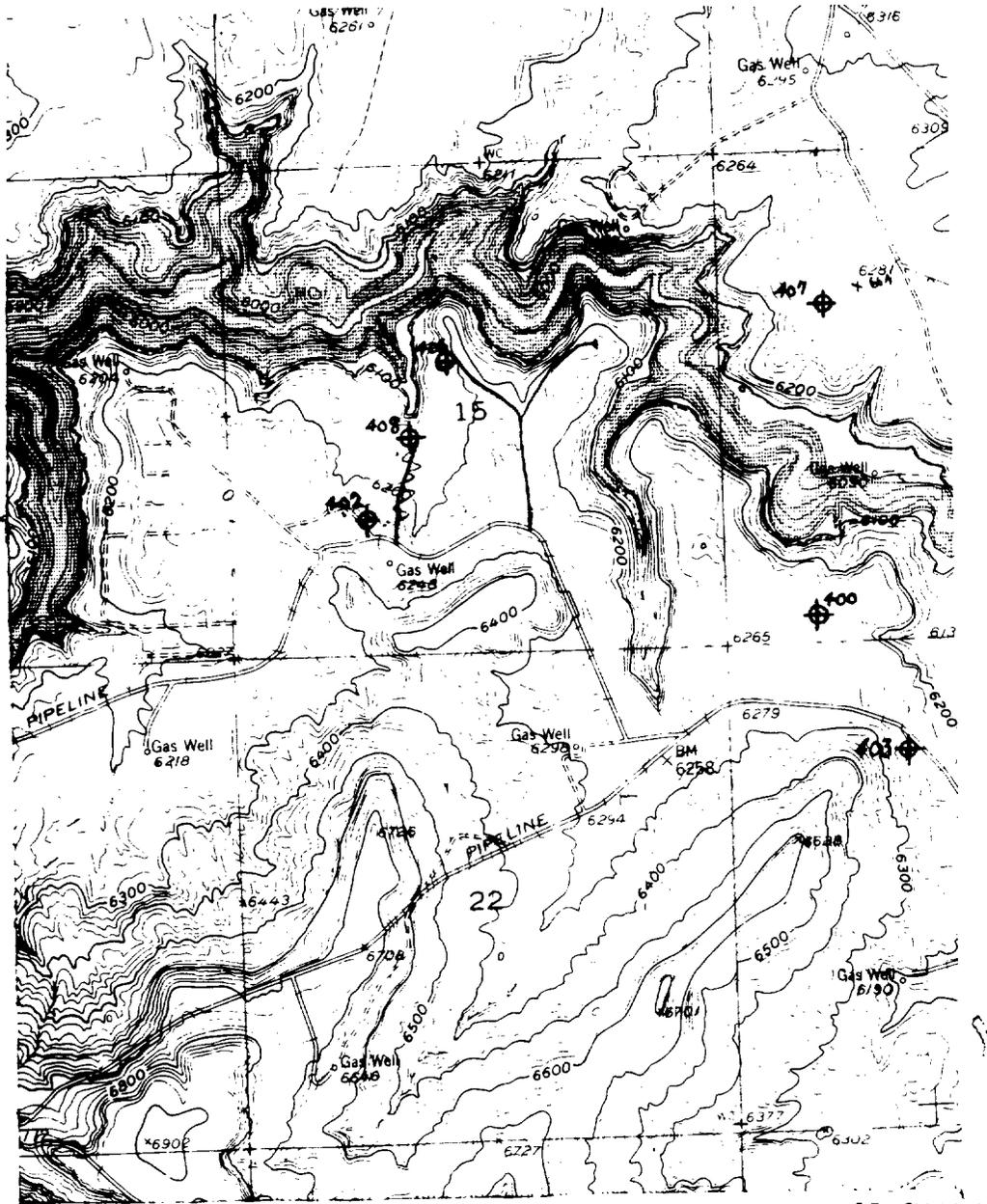
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name **Drilling Clerk**
 Position **Meridian Oil Inc.**
 Company _____
 Date _____

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed **3-9-68**
WILLIAM E. MANKKE
 Registered Professional Engineer
 and/or Land Surveyor
78456
 Certificate No. _____
 STATE OF NEW MEXICO
 DEPARTMENT OF REVENUE





LEGEND OF RIGHT-OF-WAYS

- EXISTING ROADS —————
- EXISTING PIPELINES + + +
- EXISTING ROAD & PIPELINE ++++
- PROPOSED ROADS ~~~~~
- PROPOSED PIPELINES - - -
- PROPOSED ROAD & PIPELINE - - - + + +

Map #2