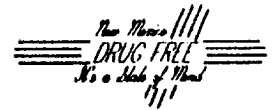




STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DIVISION

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

May 19, 1993

ANITA LOCKWOOD
CABINET SECRETARY

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

Ms. Shannon McMorris
Meridian Oil Inc.
PO Box 4289
Farmington, NM 87499

RE: Illegal Pits in Northwestern New Mexico
SRC Tommy Bolack #1-M, M-01-30N-12W (Small Tank Drain)
SRC Tommy Bolack #1, J-01-30N-12W (Tank Drain)

Could it be in v. of

Dear Ms. McMorris:

Field inspections on March 30, 1993 revealed that the above mentioned pits contained a form of hydrocarbon fluid. In a letter dated April 1, 1993, the NMOCD directed Meridian to remove all fluid or properly net these pits by April 30, 1993. In a letter dated April 16, 1993, Meridian informed the NMOCD that these pits had been cleaned and were ready for reinspection. On May 3, field inspections revealed that both tank drain pits contained water with an oil skim and remain out of compliance. Meridian is hereby directed to remove all fluid and properly net these pits by June 18, 1993.

Sincerely,

Dianna K. Fairhurst

Dianna K. Fairhurst
Deputy Oil & Gas Inspector

xc: C-134 File
Well File
Don Ellsworth - BLM Farmington
Keith Fine - MOI