

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

5. LEASE DESIGNATION AND SERIAL NO.
SE-078139

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
Duff Com

9. WELL NO.
260

10. FIELD AND POOL OR WILDCAT
Fruitland Coal

11. SEC., T., R., M. OR BLK. AND SURVEY OR AREA
Sec. 9-T-30-N, R-9-W
NMPM

12. COUNTY OR PARISH 13. STATE
San Juan NM

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER

2. NAME OF OPERATOR
Meridian Oil Inc.

3. ADDRESS OF OPERATOR
PO Box 4289, Farmington, NM 87499

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)
 At surface 790's, 1785'W
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
12 miles from Aztec, NM

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)
790'

16. NO. OF ACRES IN LEASE
2560

17. NO. OF ACRES ASSIGNED TO THIS WELL
160.00

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
300'

19. PROPOSED DEPTH
2959'

20. ROTARY OR CABLE TOOLS
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
6210'GL

22. APPROX. DATE WORK WILL START*

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	and approx. cement to be used
12 1/4"	9 5/8"	32.3#	200'	130 cf. circulated
5 3/4"	7"	20.0#	2800'	336 cf cover Ojo Alamo
6 1/4"	5 1/2" liner	23.0#	2959'	do not cement

The Fruitland coal formation will be completed.

A 3000 psi WP and 6000 psi test double gate preventer equipped with blind and pipe rams will be used for blow out prevention on this well.

This gas is dedicated.

The SW/4 of Section 9 is dedicated to this well.

REGISTRATION
OIL COMPANY
DATE

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

SIGNED: [Signature] TITLE: Regulatory Affairs DATE: 09-18-88

(This space for Federal or State office use)

*Approval of this action does not warrant that the applicant holds legal or equitable rights or title to this lease.

APPROVED BY: [Signature] TITLE: _____ DATE: _____

*See Instructions On Reverse Side

OIL CONSERVATION DIVISION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Form C-102
Revised 10-1-71

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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

Operator Meridian Oil Inc.		Lease Buff Com (SF-078139)		Well No. 260
Unit Letter N	Section 9	Township 30 North	Range 9 West	County San Juan
Actual Footage Location of Well 790 feet from the South line and 1785 feet from the West line		Dedicated Acreage: 1.50 Acres		
Ground Level Elev. 6210	Producing Formation Fruitland Coal	Pool Basin Undesignated		

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 communitization

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 Division



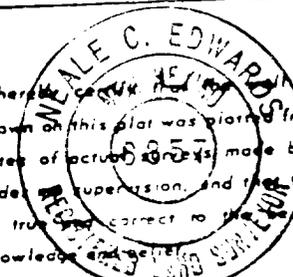
CERTIFICATION

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

Neale C. Edwards
Name
Position
Drilling Clerk
Meridian Oil Inc.
Company
Date

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

Neale C. Edwards
Date Surveyed
8-20-79
Registered Professional Engineer
and/or Land Surveyor
Neale C. Edwards
Certificate No.
6257



RECEIVED
OCT 27 1988
OIL CON. DIV.
DIST. 9