MERIDIAN OIL

OF CONSERVE ON DIVISION RECEIVED

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MARCH 30, 1994

MR. DAVID CATANACH OIL CONSERVATION DIVISION P.O. BOX 2088 SANTA FE, NEW MEXICO 87504

RE: AMENDING OF PC 849

MR. CATANACH:

THIS IS IN REGARDS TO THE PREVIOUS REQUEST SENT ON MARCH 28, 1994 TO ADD THE RED TANK FEDERAL LEASE TO THE EXISTING COMMINGLING OF THE CHECKERBOARD 23 FEDERAL LEASE. UPON FURTHER EXAMINATION, WE AT MERIDIAN OIL INC. ARE REQUESTING TO CHANGE THE METHOD OF MEASURING THE GAS AMOUNT. AT VARIOUS TIMES OF THE MONTH, EACH OIL WELL IS SENT TO THE TEST VESSEL SITUATED BY THE COMMON STORAGE VESSEL LOCATED AT THE SW4/SE4 OF SEC. 23, T22S, R32E IN LEA COUNTY. WE ARE REQUESTING THAT THE GAS BE MEASURED AT THAT TIME AT THE TEST VESSEL.

WE FURTHER REQUEST THAT ON THE RED TANK FEDERAL LEASE, AT THE TIME THE WELL(S) ARE SENT THRU THE SATELLITE PRIOR TO LEAVING THE LEASE TO THE BATTERY, THAT THE GAS BE MEASURED AT THAT TIME.

THIS REQUEST IS TO REPLACE THE INDIVIDUAL METERING OF EACH WELL'S GAS PRODUCTION.

IF YOU SHOULD HAVE ANY QUESTIONS, OR NEED FURTHER ASSISTANCE, PLEASE DO NOT HESITATE TO CONTACT ME AT 915-688--6943.

SINCERELY 1 Chever DONNA J. WILLIAMS

PRODUCTION ASSISTANT

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