

SID RICHARDSON CARBON & GASOLINE CO.

FIRST CITY BANK TOWER
201 MAIN STREET
FORT WORTH, TEXAS 76102
817/390-8600

July 27, 1992

File: 1-Wi-063-92
LC-004

Mr. Mike Wilkinson
MERIDIAN OIL, INC.
Post Office Box 4239
Houston, Texas 77210

Re: Justis Glorieta Field
Lea County, New Mexico

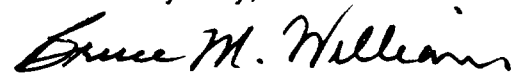
Dear Mike:

At your request, I have reviewed the attached list of leases and/or wells in the referenced producing field. I have determined that all of this production is currently under gas purchase agreements with Richardson, except for the two Texaco operated leases (Fristoe and Erwin).

Furthermore, Richardson would have the capacity and would be willing to purchase any additional production from these leases should more be available.

If I can be of further assistance, please call.

Yours very truly,



Bruce M. Williams
Manager, Gas Contracts

BMW/klr
Attachments

Office of the
Oil and Gas Conservation Commission
10526
MERIDIAN OIL - NM
8/27/92