

**KELLAHIN, KELLAHIN AND AUBREY**

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285

TELEFAX (505) 982-2047

W. THOMAS KELLAHIN  
KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN  
OF COUNSEL

July 17, 1990

HAND-DELIVERED

**RECEIVED**

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

JUL 17 1990

OIL CONSERVATION DIV.  
SANTA FE

Re: Meridian Oil, Inc.'s Application  
for Two Unorthodox Well Locations,  
Basin Fruitland Coal Gas Pool,  
San Juan County, New Mexico

10039

Dear Mr. LeMay:

On behalf of Meridian Oil, Inc., please set the enclosed application for hearing at the next available examiner's docket now set for August 8, 1990.

We suggest the following to be used for the advertisement for this case:

Application of Meridian Oil, Inc. for approval of two unorthodox gas well locations, Rio Arriba County, New Mexico. Applicant seeks approval of an unorthodox gas well location for its Rosa Unit No. 201 Well drilled at an unorthodox location 1640 feet from the North line and 420 feet from the East line of Section 22, Township 31 North, Range 6 West, N.M.P.M. and for its Rosa Unit No. 222 Well drilled at an unorthodox gas well location 1910 feet from the North line and 635 feet from the East line of Section 15, Township 31 North, Range 6 West, N.M.P.M., Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

By copy of this letter and application sent certified mail, return-receipt requested, we are notifying each of the offsetting owners and/or operators of their right to appear at the hearing either in support of or in opposition to this application.

Mr. William J. LeMay  
October 24, 1989  
Page 2

Should any party desire more information about this matter or about the procedures for hearing this application, they may call the Division or the undersigned.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', with a stylized, flowing script.

W. Thomas Kellahin

WTK/tic

cc: Mr. Alan Alexander  
Meridian Oil, Inc.  
Post Office Box 4289  
Farmington, New Mexico 87499-4289

Certified mail return-receipt

Northwest Pipeline Corporation  
3539 East 30th  
Farmington, New Mexico 87401

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

**RECEIVED**

IN THE MATTER OF THE APPLICATION  
OF MERIDIAN OIL, INC. FOR APPROVAL  
OF TWO UNORTHODOX WELL LOCATIONS,  
BASIN FRUITLAND COAL GAS POOL,  
SAN JUAN COUNTY, NEW MEXICO

JUL 17 1990

OIL CONSERVATION DIV.  
SANTA FE

CASE NO. 10039

A P P L I C A T I O N

COMES NOW MERIDIAN OIL, INC., by and through its attorneys, KELLAHIN, KELLAHIN & AUBREY, and applies to the New Mexico Oil Conservation Division for approval of two unorthodox gas wells in the Basin Fruitland Coal Gas Pool in Sections 22 and 15, Township 31 North, Range 6 West, San Juan County, New Mexico for the following wells, which have been drilled:

Rosa Unit No. 201 Well drilled at an unorthodox location 1640 feet from the North line and 420 feet from the East line of Section 22, Township 31 North, Range 6 West, N.M.P.M.

Rosa Unit No. 222 Well drilled at an unorthodox gas well location 1910 feet from the North line and 635 feet from the East line of Section 15, Township 31 North, Range 6 West, N.M.P.M., Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

1. Applicant is a working interest owner and operator of the Rosa Unit Wells 222 and 201. Applicant is a working interest owner in the wells.

2. The Rosa Unit No. 201 Well is dedicated to the E/2 Section 22, T31N, R6W and the Rosa Unit No. 222 Well is dedicated to the E/2 Section 15, T31N, R6W.

3. The two subject well locations were originally staked based upon original surveys which incorrectly located the wells and were assumed to place these two wells at standard well locations for Basin Fruitland Coal Gas Wells.

4. The incorrect locations were:

Rosa Unit 201: 1230 feet FNL and 1330 feet FEL  
Section 22, T31N, R6W.

Rosa Unit 222: 1880 feet FNL and 830 feet FEL  
Section 15, T31N. R6W.

5. New surveys show that the wells were in fact drilled at the following locations:

Rosa Unit 201: 1640 feet FNL and 420 feet FEL  
Section 22, T31N, R6W.

Rosa Unit 222: 1910 feet FNL and 635 feet FEL  
Section 15, T31N, R6W.

6. Approval of the two unorthodox wells, inadvertently drilled upon the assumption that they were at standard well location is necessary in order to avoid waste and to protect correlative rights of the owners involved.

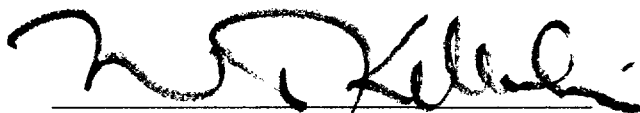
5. Attached as Exhibits A and B are plats showing the corrected individual well locations and their acreage dedication.

6. Attached as Exhibit C is a list of all offsetting owners and/or operators who are required by Division rules to receive notification of this application.

7. Pursuant to Division rules, a copy of this application was mailed by certified mail, return-receipt requested, to all parties listed on Exhibit C notifying them of the hearing set for August 8, 1990.

WHEREFORE, Applicant requests that after notice and hearing the application be granted.

KELLAHIN, KELLAHIN & AUBREY

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', written over a horizontal line.

W. Thomas Kellahin  
Post Office Box 2265  
Santa Fe, New Mexico 87504  
(505) 982-4285

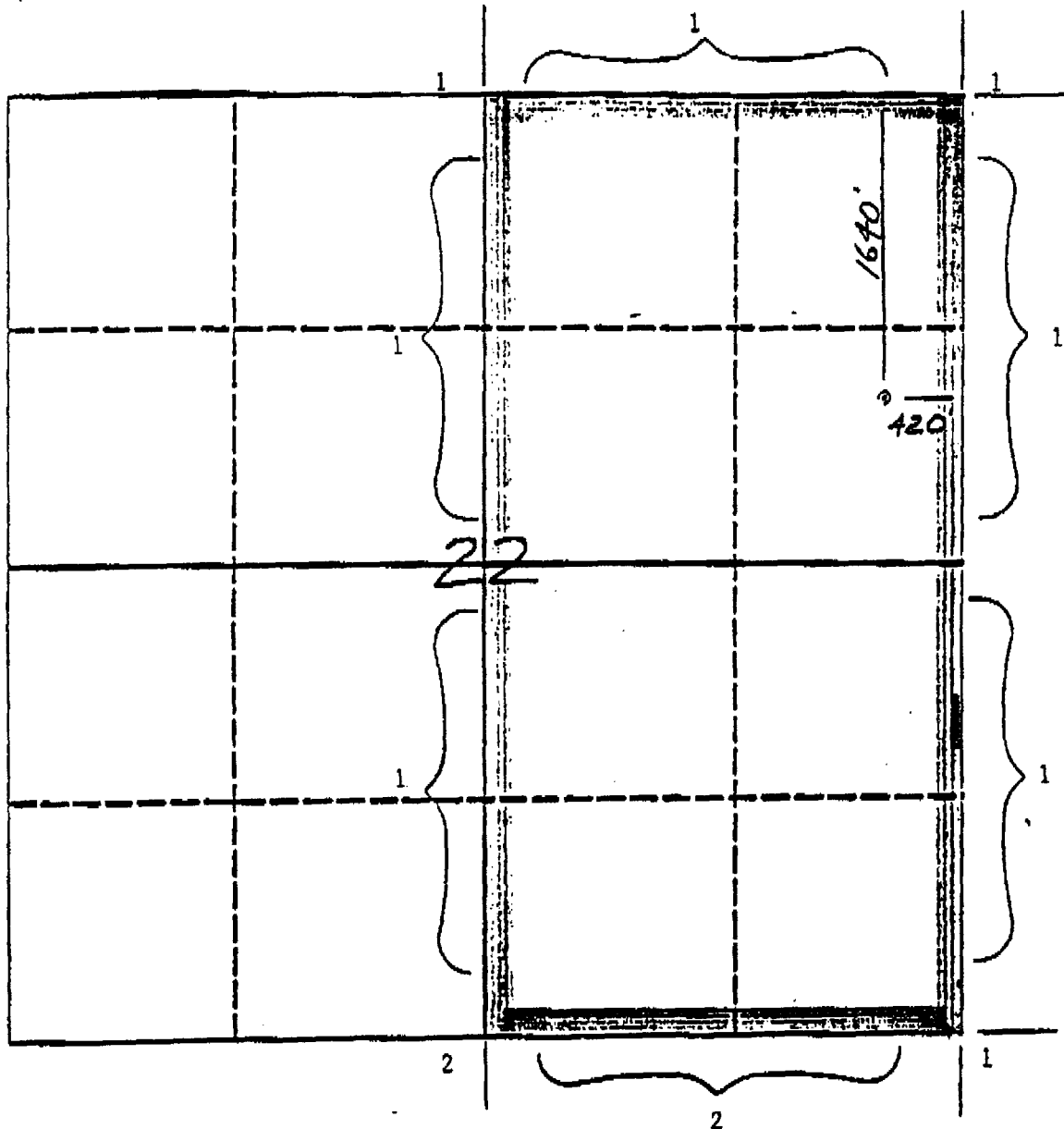
MERIDIAN OIL INC

Well Name Rosa Unit #201

Footage 1640' FNL, 420' FEL

APPLICATION FOR NON-STANDARD LOCATION

County Rio Arriba State New Mexico Section 22 Township 31N Range 6W



Remarks 1) Meridian Oil Inc.  
2) Northwest Pipeline Corporation

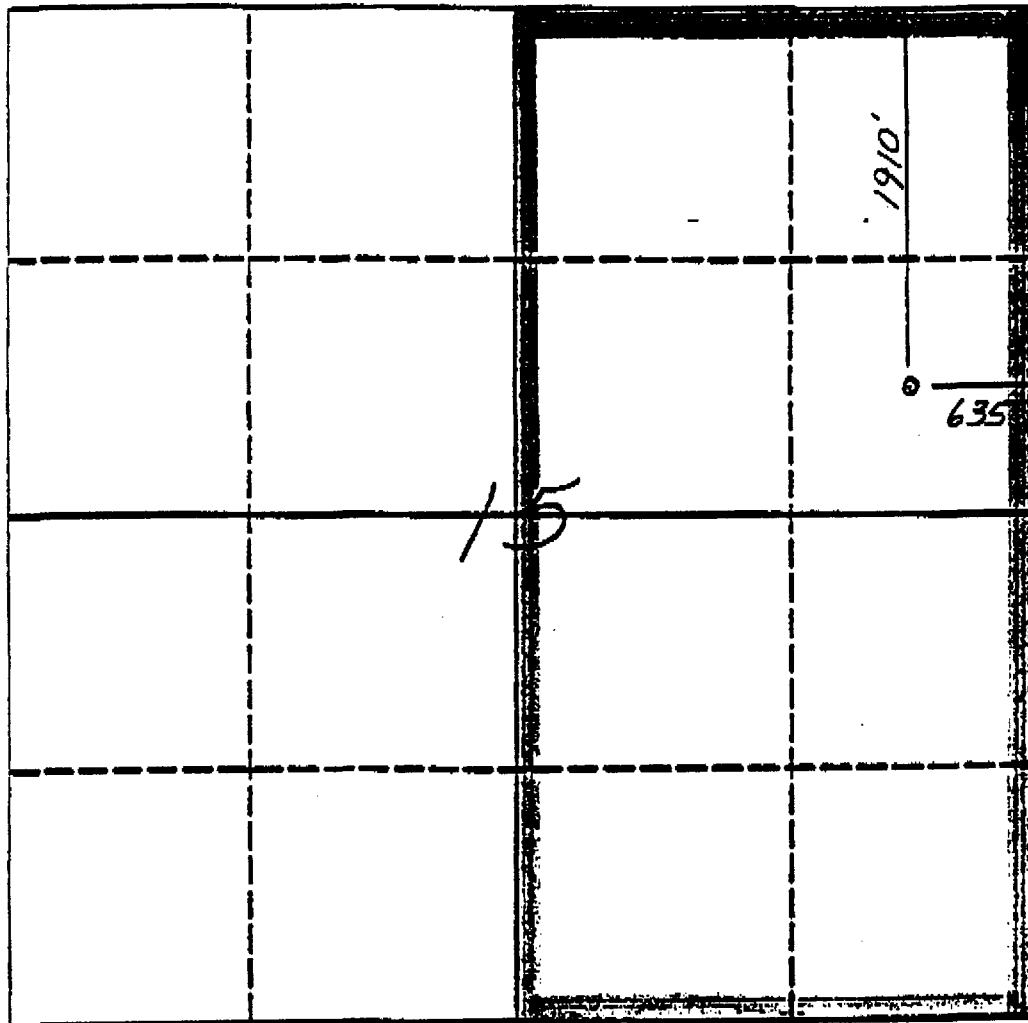
MERIDIAN OIL INC

Well Name Rosa Unit #222

Footage 1910' FNL, 635' FEL

APPLICATION FOR NON-STANDARD LOCATION

County Rio Arriba State New Mexico Section 15 Township 31N Range 6W



Remarks All surrounding lands located within the Rosa Unit boundaries.

Meridian Oil Inc. is sub-operator for Fruitland formation.

EXHIBIT "B"

EXHIBIT C TO APPLICATION

Northwest Pipeline Corporation  
3539 East 30th  
Farmington, New Mexico 87401



MERIDIAN OIL

MAR 28 10 9 31

Case  
10039

March 28, 1990

Certified Mail

Mr. William LeMay  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87503

Dear Mr. LeMay:

Per my telephone conversation with Michael Stogner of your office on Friday, March 16, 1990, this is an application for administrative approval for the non-standard location of the Meridian Oil Inc. Rosa Unit #222. This Basin Fruitland Coal well was drilled at 1880' from the North line and 830' from the East line of Section 15, T-31-N, R-6-W, and was resurveyed by Meridian Oil Inc. to be at 1910' from the North line and 635' from the East line of Section 15, T-31-N, R-6-W, Rio Arriba County, New Mexico.

Attached is a copy of the plat showing the resurveyed location.

Sincerely,



Peggy Bradfield

att.

- were there heard?

MERIDIAN OIL

MAR 28 1990

Case  
10039

March 28, 1990

Certified Mail

Mr. William LeMay  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87503

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Attached is a copy of the plat showing the resurveyed location.

Sincerely,



Peggy Bradfield

att.

- was this heard?

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

<p>1. Type of Well GAS</p> <hr/> <p>2. Name of Operator Meridian Oil Inc.</p> <hr/> <p>3. Address &amp; Phone No. of Operator Box 4289, Farmington, NM 87499 (505) 326-9700</p> <hr/> <p>4. Location of Well, Footage, Sec, T, R, M. 1910'N, 635'E Sec. 15, T-31-N, R-6-W, NMPM</p>	<p>5. Lease Number SF-078765</p> <p>6. If Indian, All. or Tribe Name</p> <p>7. Unit Agreement Name Rosa Unit</p> <p>8. Well Name &amp; Number Rosa Unit #222</p> <p>9. API Well No.</p> <p>10. Field and Pool Basin Fruitland Coal</p> <p>11. County and State Rio Arriba County, NM</p>																					
<hr/> <p>12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA</p> <table border="0" style="width: 100%;"><thead><tr><th style="text-align: left;">Type of Submission</th><th colspan="2" style="text-align: left;">Type of Action</th></tr></thead><tbody><tr><td><input type="checkbox"/> Notice of Intent</td><td><input type="checkbox"/> Abandonment</td><td><input type="checkbox"/> Change of Plans</td></tr><tr><td><input checked="" type="checkbox"/> Subsequent Report</td><td><input type="checkbox"/> Recompletion</td><td><input type="checkbox"/> New Construction</td></tr><tr><td><input type="checkbox"/> Final Abandonment</td><td><input type="checkbox"/> Plugging Back</td><td><input type="checkbox"/> Non-Routine Fracturing</td></tr><tr><td></td><td><input type="checkbox"/> Casing Repair</td><td><input type="checkbox"/> Water Shut Off</td></tr><tr><td></td><td><input type="checkbox"/> Altering Casing</td><td><input type="checkbox"/> Conversion to Injection</td></tr><tr><td></td><td><input type="checkbox"/> Other</td><td></td></tr></tbody></table>		Type of Submission	Type of Action		<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans	<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction	<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing		<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut Off		<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection		<input type="checkbox"/> Other	
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	<input type="checkbox"/> Other																					

13. Describe Proposed or Completed Operations

Attached is a revised copy of the C-102 showing the resurveyed footages for this well. This resurvey was conducted by Meridian Oil Inc. to verify or correct the location of the stake as reported in the Northwest Pipeline APD. The location of the well has not moved, only the footages describing the staked location have been corrected.

NWPL survey	1880'N, 830'E
MOI survey	1910'N, 635'E

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14. I hereby certify that the foregoing is true and correct  
Signed *[Signature]* Title Regulatory Affairs Date 3-28-90

(This space for Federal or State office use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITION OF APPROVAL, IF ANY:

## OIL CONSERVATION DIVISION

**P.O. Box 2088**

**Santa Fe, New Mexico 87504-2088**

## DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

## DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

## DISTRICT II

1000 Rio Brazos Rd., Aztec, NM 87410

# WELL LOCATION AND ACREAGE DEDICATION PLAT

**All Distances must be from the outer boundaries of the section**

Operator Meridian Oil Inc.		Lease Rosa Unit		Well No. 222
Unit Letter H	Section 15	Township 31 North	Range 6 West	County Rio Arriba
Actual Footage Location of Well: 1910 feet from the North line and 635 feet from the East line				
Ground level Elev. 6297'	Producing Formation Fruitland Coal	Pool Basin	Dedicated Acreage: 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or highlighter marks on the plot 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 interest of all owners been consolidated by communitization, unitization, force-pooling, etc?

☒ Yes      ☐ No      If answer is "yes" type of consideration      unitization

If answer is "no" list the owners and tract descriptions which have actually been considered. (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 interest, has been approved by the Division.

<div style="text-align: right; margin-bottom: 10px;">5253.60</div> <div style="border: 1px solid black; padding: 5px; margin-bottom: 10px;"> <i>North Pipeline Corp.              Area Unit #12              1130' FFL - 635' FFL              Spout: 615/56              Blinn's Mesa Verde              Camp.</i> </div> <div style="text-align: right; margin-bottom: 10px;">1910'</div> <div style="text-align: right; margin-bottom: 10px;">635'</div> <div style="text-align: center; font-size: 2em; margin-bottom: 10px;">15</div> <div style="text-align: right; margin-bottom: 10px;">5258.88</div>	<div> <b>OPERATOR CERTIFICATION</b>              I hereby certify that the information              contained herein is true and complete to the              best of my knowledge and belief.              Signature: <i>Peggy Bradfield</i>              Printed Name: <b>Peggy Bradfield</b>              Position: <b>Regulatory Affairs</b>              Company: <b>Meridian Oil Inc.</b>              Date: <b>3-28-90</b> </div>
<div style="text-align: right; margin-bottom: 10px;">5258.88</div> <div style="text-align: right; margin-bottom: 10px;">5258.88</div>	<div> <b>SURVEYOR CERTIFICATION</b>              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: <b>11-15-89</b>              Name: <b>NEALE C. EDWARDS</b>              Signature of State-Registered Professional Surveyor: <i>Neale C. Edwards</i>              State License No.: <b>857</b>              California No.: <b>6857</b> </div>

0 300 600 900 1200 1500 1800 2100 2400 2000 1900 1800 1700 1600 1500 1400 1300 1200 1100 1000 900 800 700 600 500 0