STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 11, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

Mr. Thomas Kellahin Kellahin, Kellahin &	Aubrey
Attorneys at Law	
Post Office Box 2265	
Santa Fe, New Mexico	

lorene Clavidson

Re: CASE NO. 10055 ORDER NO. R-9314

Applicant:

Meridian Oil, Inc.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

FLORENE DAVIDSON

OC Staff Specialist

Copy of order also sent to:

Hobbs OCD	x
Artesia OCD	×
Aztec OCD	X

ther	

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

JASON KELLAHIN OF COUNSEL

KAREN AUBREY

W. THOMAS KELLAHIN

CANDACE HAMANN CALLAHAN

September 20, 1990

RECEIVED

TELEPHONE (505) 982-4285

TELEFAX (505) 982-2047

SEP 2 0 1990

QIL CONSERVATION DIVISION

HAND DELIVERED

Mr. Michael E. Stogner Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87504

NMOCD Case No. 10055 Re:

> Application of Meridian Oil Inc. for Unorthodox Coal Gas Well Location or in the alternative for directional drilling of the

Payne No. 271 Well

Dear Mr. Stogner:

At the hearing held on September 19, 1990 in the referenced case, no party other than Meridian appeared. Mr. Catanach took the case under advisement based upon the record made at the August 22, 1990 hearing.

Enclosed is the original and one copy of the Supplemental Notice for the September 19, 1990 hearing to show notification of the amended application which was amended to include the alternative remedy of directional drilling.

Please call me if you have any questions.

WTK/tic Enclosure

xc: Alan Alexander

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 UNORTHODOX COAL GAS WELL LOCATION AND A NON-STANDARD PRORATION UNIT, SAN JUAN COUNTY, NEW MEXICO

SFP 20 1990

OIL CONSERVATION DIVISION

CASE NO. 10055

SUPPLEMENTAL

CERTIFICATE OF MAILING

AND

COMPLIANCE WITH ORDER R-8054

In Accordance with Division Rule 1207 (Order R-8054) I hereby certify that on August 27, 1990, I caused to be mailed by certified mail return-receipt requested notice of this hearing and a copy of the First Amended Application for the above referenced case along with the cover letter, at least twenty days prior to the hearing set for September 19, 1990, to the parties shown in the Application as evidenced by the attached copies of return receipt cards

Thomas Kellahi

SUBSCRIBED AND SWORN to before me this 20 day of September, 1990.

My Commission Expires:

7-6-91

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★U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

PS Form 3811, Apr. 1989

EXHIBIT D

Amoco Production Company P.O. Box 800 Denver, Colorado 80201

Northwest Pipeline Corporation 3539 E. 30th Street Farmington, New Mexico 87401

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

TELEPHONE (505) 982-4285 TELEFAX (505) 982-2047

W. THOMAS KELLAHIN KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN OF COUNSEL SANTA FE, NEW MEXICO 87504-2265

August 23, 1990

HAND DELIVERED

Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe. New Mexico 87501

Santa Fe, New Mexico 87501

Re: Meridian Oil, Inc.
for Unorthodox Location

or in the Alternative Directional Drilling and a Non-Standard Proration Unit, Payne #271 well, Cedar Hills Coal Gas Pool, San Juan County, New Mexico

Dear Mr. LeMay:

The referenced case was heard by Examiner Catanach at the hearing held on August 22, 1990 during which we amended our application to include in the alternative the approval of directional drilling of the subject well.

While our evidence has been presented on the vertical vs directional well issue, we would appreciate your assistance in having this case readvertised to the September 19, 1990 docket to which it was continued.

Enclosed is our amended application.

By copy of this letter and Application to all parties, we are notifying them by certified mail, return-receipt requested, that they have the right to appear at the hearing, to make a statement to the Division, to present evidence and cross-examine witnesses either in support of in opposition to the Application.

Sincerel

W. Thomas Kellahin

RECEIVED

AUG 2 1990

OIL CONSERVATION DIVISION

Mr. William J. LeMay August 23, 1990 Page 2

WTK/tic Encl.

Mr. Alan Alexander xc: Meridian Oil, Inc.

P.O. Box 4289

Farmington, New Mexico 87499-4289

Certified mail return-receipt

All parties listed on Exhibit D

of application