MERIDIAN OIL

October 10, 1990

Federal Express

Mr. William LeMay New Mexico Oil Conservation Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87503 Care 10183

RE: Angel Peak B #31
995 Two, 1650 FWL
Section 25, T-28-N, R-11-W
San Juan County, New Mexico

Dear Mr. LeMay:

This is a request for administrative approval for a non-standard gas well location in the Basin Fruitland Pool.

Meridian Oil intends to plugback and recomplete the Angel Peak B #31 well from the Wildcat Gallup pool to the Basin Fruitland Coal Pool. The current location of this well is 990'FNL, 1650'FWL, Section 25, T-28-N, R-11-W, San Juan County, New Mexico. The well is considered non-standard due to the NE-SW dedicated pattern established for the Basin Fruitland Coal Pool. To comply with the New Mexico Oil Conservation Division rules, Meridian is submitting the following for your approval of this non-standard location:

- 1. C-102 plat showing location of the well;
- 2. Plat showing offset owners/operators;
- 3. Affadavit of notification of offset owners/operators;
- 4. Copy of Well Completion Log for original completion.

A copy of this application is being submitted to all offset owners/operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Sincerely yours,

Peggy Bradfield
encl.

WAIVER

Marathan Oil Co	hereby waive	s objection	to Mer	idian	011	Inc	. 's
application for a non-stand	ard location	for their	Angel	Peak	В	#31	as
proposed above. By:	Date:	122/90					

xc: Amoco Production Company

BHP Petroleum Marathon Oil Co. General Minerals Corp.

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

November 8, 1990

Case 10/83

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

Meridian Oil, Inc. P.O. Box 4289 Farmington, NM 87499-4289

Attention: Peggy Bradfield

RE: Unorthodox coal gas well location, Union Texas Petroleum

Corporation's Angel Peak "B" Well No. 31, 990' FNL - 1650' FWL (Unit C); 25-T28N-R11W, NMPM, Basin-Fruitland Coal Gas Pool, San Juan County, New Mexico.

Dear Ms. Bradfield:

By Division Administrative Order NSL-2688, dated August 17, 1990, Union Texas Petroleum Corporation was granted an exception to the well location requirements in the Basin-Fruitland Coal Gas Pool for the subject well. Meridian, evidently, has overlooked this since your application is requesting the identical exception, resulting in the need for additional supporting information. At this time said Order NSL-2688 is hereby stayed pending additional information to clarify the following:

- (1) Meridian's involvement in this well;
- (2) Why this well was chosen over any existing wells in the SW/4 of this Section; and,
- (3) How will this off-pattern recompletion effect coal gas development in the surrounding Section.

Our records still show Union Texas Petroleum Corporation as operator of the subject well, what is Meridian's involvement? Has there been a C-104 (Change of Operator) filed for this well?

Please provide me a detailed plat showing all wells in the W/2 of this Section. For each well please show its status, well name, and number, operator, footage location, spud date, current completed interval and discuss why this well has been chosen over the wells in the SW/4 of the Section.

Meridian Oil, Inc.

Attention: Peggy Bradfield

November 8, 1990

Page 2

Further, please submit any supporting production data, engineering evaluation and related technical data to support your choice of wells for recompletion. Also submit a plat of the offsetting sections showing the coal completions presently planned or currently producing and provide a discussion addressing the proposed off-pattern development.

Should you have any questions, please contact me.

Sincerely,

Mahal Horas

Michael E. Stogner

Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

August 17, 1989

Union Texas Petroleum Corporation P.O. Box 2120 Houston, TX 77252-2120

Attention: Ken E. White

Administrative Order NSL-2688

Dear Mr. White:

Reference is made to your application of July 24, 1989 for a non-standard coal gas well location for your existing Angel Peak "8" Well No. 31 located 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 25, Township 28 North, Range 11 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The W/2 of said Section 25 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

New Mexico Oil & Gas Engineering Committee - Hobbs



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

DIL CONSERVATION DIVISION

GARREY CARRUTHERS

November 14, 1990

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

Meridian Oil One. P.O. Bux 4289 Farmington, NM 87499-4284

Cas 10/83

Attention : Peggy Brackfield

Re: Application for two unortholise coal gas well locations:

1) Union Texas Petrolium Corp. Clayed Peak "B" Well No. 3)

990 FNI-1650 FWL (Unit ())

25-528 N-RHW

2) Angel Peak "B" Well No. 44

485 FNI-2310 FWL (Unit ())

24-528 N-RII W

Both in San Juan Count, New Mexico

Deur Mr. Bradfield:

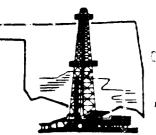
The Division has received an objection from General Mineral Corporation by letter dated November 9, 1990 (see cody attacked) to both of the embed applications. This matter will therefore he set for hearing before a Division Examines on the next available doubt, which is scheduld for December 19, 1990.

Please Servich astequate notice for such alphiations from to the hearing as required by Division beneral Rub 1207.

Of your should have any questions, please contact me.

Sincerely Michael & Thymas Chief Hearing Officier / Longiner

U.S. Beneau of Send Management - Farmington W. Thomas Pullahin - Senta Fe General Minerals Corporation - Noble, Oslahoma



GENERAL MINERALS CORPORATION

Suite 20304 130 South Main • Nob.c, Oklahoma 73068
'90 NOV 13 HI 9 04 405-872-9281

November 9, 1990

William LeMay New Mexico Oil Conservation Division 310 Old Santa Fe Trail Santa Fe, NM 87503

RE: Angel Peak B #44
485'FNL, 2310'FWL
Section 24-28N-11W
Operator-Meridan Oil
San Juan Co. NM

Angel Peak B #38 NW/4 SW/4 (S/2) Section 24-28N-11W San Juan Co. NM Operator-Meridan Oil Care 10183

Angel Peak B #31 990' FNL, 1650'FWL Section 25-28N-11W Operator-Meridian Oil San Juan Co. NM

Gallegos Canyon Unit #390 245' FSL and 1530'FWL Section 23-29N-13W San Juan Co. NM Operator-BHP Petroleum (Americas) Inc.

Dear Mr. LeMay:

Various companies have filed requests with your office for administrative approval of non-standard gas well locations in the San Juan Basin Fruitland Coal Gas Pool. We believe that all of these locations are selected to encroach upon our coal and gas resources under the disguise of non-standard locations. We are opposed to drilling any well at the proposed locations without compensation to our company for taking of our gas.

We also noticed that each of the operators has clearly avoided furnishing the logs to us which will establish the drainage on our resources of coal and gas and therefore, we sincerely request that the proposed locations not be approved.

Please register our objection to approving any of the locations listed above.

Thank you.

Sincerely,

Kris Agrawal

cc Meridian Oil Co.

1ckarrowal

BHP Petroleum (Americas) Inc.

Chaparral Resources



ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION () AZTEC DISTRICT OFFICE

Y DIVISION

ARREY CAPRUTHERS
GOVERNOR

190 MW 26 FM 9 245051034-0170

or and the state of the state 	777 3 2 730313
Date: 11-26-90	,
-,	Cethi M. Stogree
Oll Conservation Division P.O. Box 2000	
Santa Fe, NM 87504-2088	•
Re: Proposed MC Proposed DMC Proposed MSL Proposed SWD Proposed WFX Proposed PMX	Care No. 10183
Gentlemen:	1.4 12 For
I have examined the application	dated 10-12-16
for the Affendache Operator	Angel Peak Bu #31
Operator	Lease & Well No.
C-25-28N-11Wand my re	commendations are as follows:
By peace	. The Till 1870 COS
'//	
هي وي المراجعة والمراجعة الداء المراجعة الداء المراجعة الم	Red Ministric strikens dest enviserablische engelische gelt gestem end ung det det den gegen gestelle end und
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Yours truly,	

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

JASON KELLAHIN OF COUNSEL

KAREN AUBREY

W. THOMAS KELLAHIN

CANDACE HAMANN CALLAHAN

January 7, 1991

THE STATE OF THE S

Mr. William J. LeMay Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504

Re: NMOCD Case No. 10183
Angel Peak "B" Well No. 31
Application of Meridian Oil Inc.
for Unorthodox Coal Gas Well
Location, San Juan County,

New Mexico

OIL CONSERVATION DIVISION

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RECEIVED

Dear Mr. LeMay:

On behalf of Meridian Oil Inc., I filed an application for the above referenced case which is scheduled for Examiner hearing on January 10, 1991.

Meridian desires that this case be continued to the next available docket which is January 24, 1991.

Very truly yours

W. Thomas Kellahin

WTK/tic

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



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR February 12, 1991

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

Meridian Oil, Inc. c/o Kellahin, Kellahin & Aubrey P.O. Box 2265 Santa Fe, NM 87504-2265

Attention: W. Thomas Kellahin

RE: Division Case No. 10183: Application of Meridian Oil, Inc. for an

unorthodox coal gas well location, Union Texas Petroleum Corporation's Angel Peak "B" Well No. 31, 990' FNL - 1650' FWL (Unit C); 25-

T28N-R11W, NMPM, Basin-Fruitland Coal Gas Pool.

Dear Mr. Kellahin:

By Division Order No. R-9436 the subject application was dismissed. Please refer to my letter to Meridian Oil, Inc. dated November 8, 1990 which stayed said administrative order pending clarification of several issues. On November 13, 1990 an objection to this matter was received from General Minerals Corporation which resulted in the need of placing the matter on the hearing docket.

There are still many issues to be resolved in this matter before this well may be recompleted in the Basin-Fruitland Coal Gas Pool, if such a plan still exists by either Meridian or Union Texas.

Therefore, Division Administrative Order NSL-2688, dated August 17, 1990 is hereby placed in abeyance until further notice.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Aztec

Union Texas Petroleum Corporation - Houston, TX

Meridian Oil, Inc. - Farmington, NM

Division Files: Case No. 10183

NSL-2688

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10183 ORDER NO. R-9436

APPLICATION OF MERIDIAN OIL, INC. FOR AN UNORTHODOX COAL GAS WELL LOCATION, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on February 7, 1991, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>llth</u> day of February, 1991, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10183 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

November 8, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 97504 (505) 327-5800

Meridian Oil, Inc. P.O. Box 4289 Farmington, NM 87499-4289

Attention: Peggy Bradfield

RE: Unorthodox coal gas well location, Union Texas Petroleum

Corporation's Angel Peak "B" Well No. 31, 990' FNL - 1650' FWL (Unit C); 25-T28N-R11W, NMPM, Basin-Fruitland Coal Gas Pool, San Juan County, New Mexico.

Dear Ms. Bradfield:

By Division Administrative Order NSL-2688, dated August 17, 1990, Union Texas Petroleum Corporation was granted an exception to the well location requirements in the Basin-Fruitland Coal Gas Pool for the subject well. Meridian, evidently, has overlooked this since your application is requesting the identical exception, resulting in the need for additional supporting information. At this time said Order NSL-2688 is hereby stayed pending additional information to clarify the following:

- (1) Meridian's involvement in this well;
- (2) Why this well was chosen over any existing wells in the SW/4 of this Section; and,
- (3) How will this off-pattern recompletion effect coal gas development in the surrounding Section.

Our records still show Union Texas Petroleum Corporation as operator of the subject well, what is Meridian's involvement? Has there been a C-104 (Change of Operator) filed for this well?

Please provide me a detailed plat showing all wells in the W/2 of this Section. For each well please show its status, well name, and number, operator, footage location, spud date, current completed interval and discuss why this well has been chosen over the wells in the SW/4 of the Section.

Meridian Oil, Inc.

Attention: Peggy Bradfield

November 8, 1990

Page 2

Further, please submit any supporting production data, engineering evaluation and related technical data to support your choice of wells for recompletion. Also submit a plat of the offsetting sections showing the coal completions presently planned or currently producing and provide a discussion addressing the proposed off-pattern development.

Should you have any questions, please contact me.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 927-5800

August 17, 1989

Union Texas Petroleum Corporation P.O. Box 2120 Houston, TX 77252-2120

Attention: Ken E. White

Administrative Order NSL-2688

Dear Mr. White:

Reference is made to your application of July 24, 1989 for a non-standard coal gas well location for your existing Angel Peak "8" Well No. 31 located 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 25, Township 28 North, Range 11 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The W/2 of said Section 25 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

New Mexico Oil & Gas Engineering Committee - Hobbs



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

November 14, 1990

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

Meridian Oil Bru. P.O. Bux 4289 Farmington, No 87499-4284

Case 10/83

Attention : Peggy Brasfield

Re: Application for two unorthodox coal gon well locations:

1) Union Texas Petrolum Corp. Angel Peak "B" Well No. 3)

990'FNI-1650'FNL (Unit ())
25-T28N-RHW

2) Angel Peak "B" Well No. 44

485'FNI- 2310'FWL (Unit ())
24-T28N-RHW

Both in Sam Juan Count, Nav

Mexico

Deur Mr. Brailfield:

The Division has received an objection from General Minerale Corporation by letter dated November 9, 1990 Less copy attacked) to both of the subject applications. This matter will therefore he set for hising before a Division Examines on the most annelable docket, which is scheduled for December 19, 1990.

Please Servich astequate notice for such afflications from to the hearing as required by Diricion beneral Rub 1207.

If your should have any questione, these contact me.

Sincerely Michael & Llogener Chief Hearing & fluier / longiner

U.S. Beneau of Land Management - Farmington W. Thomas Gellahin - Santa Fe General Minerals Conforation - Noble, Oslahoma



ERAL MINERALS CORPORATION

Suite 203 130 South Main • Noble, Oklahoma 73068

November 9, 1990

William LeMay New Mexico Oil Conservation Division 310 Old Santa Fe Trail Santa Fe. NM 87503

Case 10183

RE: Angel Peak B #44 485'FNL. 2310'FWL Section 24-28N-11W Operator-Meridan Oil San Juan Co. NM

> Angel Peak B #38 NW/4 SW/4 (S/2) Section 24-28N-11W San Juan Co. NM Operator-Meridan Oil

Angel Peak B #31 990' FNL. 1650'FWL Section 25-28N-11W Operator-Meridian Oil San Juan Co. NM

Gallegos Canyon Unit #390 245' FSL and 1530'FWL Section 23-29N-13W San Juan Co. NM Operator-BHP Petroleum (Americas) Inc.

Dear Mr. LeMay:

Various companies have filed requests with your office for administrative approval of non-standard gas well locations in the San Juan Basin Fruitland Coal Gas Pool. We believe that all of these locations are selected to encroach upon our coal and gas resources under the disguise of non-standard locations. We are opposed to drilling any well at the proposed locations without compensation to our company for taking of our gas.

We also noticed that each of the operators has clearly avoided furnishing the logs to us which will establish the drainage on our resources of coal and gas and therefore, we sincerely request that the proposed locations not be approved.

Please register our objection to approving any of the locations listed above.

Thank you.

Sincerely.

Kris Agrawal

cc Meridian Oil Co.

BHP Petroleum (Americas) Inc.

Chaparral Resources

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR February 12, 1991

POST OFFICE BOX 2018
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. Thomas Ke Kellahin, Kel Attorneys at Post Office Bo Santa Fe, New	lahin & Aubrey Law ox 2265	Re:	CASE NO. 10183 ORDER NO. R-9436 Applicant: Meridian Oil, Inc.
Dear Sir:			
			f the above-referenced the subject case.
Sincerely, FLORENE DAVID: OC Staff Spec.		\sim	
Copy of order	also sent to:		
Hobbs OCD	x		
Artesia OCD	<u>X</u>		
Aztec OCD			
Other			



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

June 6, 1994

Meridian Oil, Inc. P.O. Box 4289 Farmington, NM 87499-4289

Attention: Peggy Bradfield

Reinstated Division Administrative Order NSL-2688

Dear Ms. Bradfield:

By your letter (with attachments) dated April 12, 1994, Division Administrative Order NSL-2688, dated April 17, 1989, which approved the Angel Peak "8" Well No. 31 as an unorthodox coal gas well location being 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 25, Township 28 North, Range 11 West, NMPM, Basin-Fruitland Coal Gas Pool, San Juan County, New Mexico, is hereby re-instated. All provisions contained therein are to be continued in full force and effect.

Jurisdiction of this cause, however, is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington

Division File: Ca

Case No. 10183

NSL-2688

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10183 ORDER NO. R-9436

APPLICATION OF MERIDIAN OIL, INC. FOR AN UNORTHODOX COAL GAS WELL LOCATION, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

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NOW, on this <u>llth</u> day of February, 1991, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

SEAL

The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10183 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director