

**APPLICATION OF MERIDIAN OIL INC.
FOR EXEMPTION FROM NEW MEXICO
PRICE PROTECTION ACT
SAN JUAN COUNTY, NEW MEXICO**

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
<u>Meridian</u>	EXHIBIT NO. <u>2-b</u>
CASE NO. <u>9703</u>	

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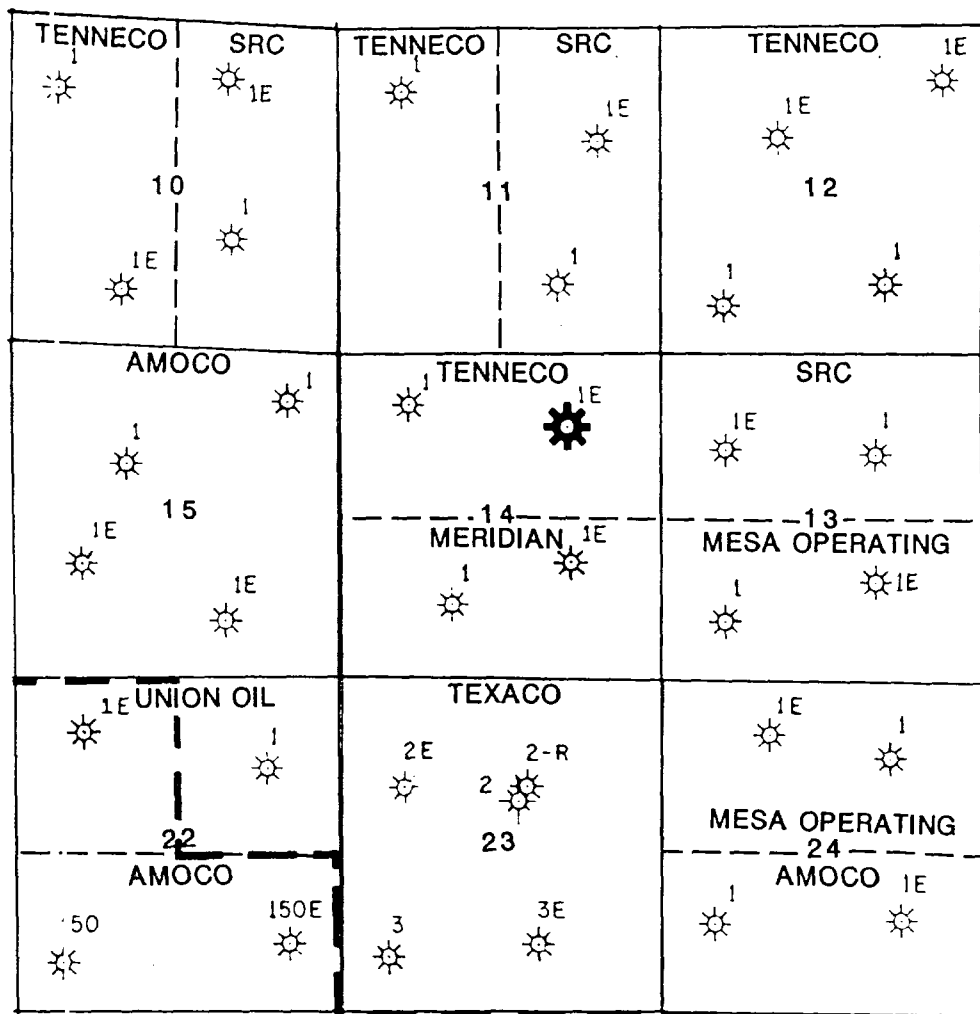
TAB. 1. LOCATION PLAT

TAB. 2. GAS POOL AND PRODUCT PURCHASER INFORMATION

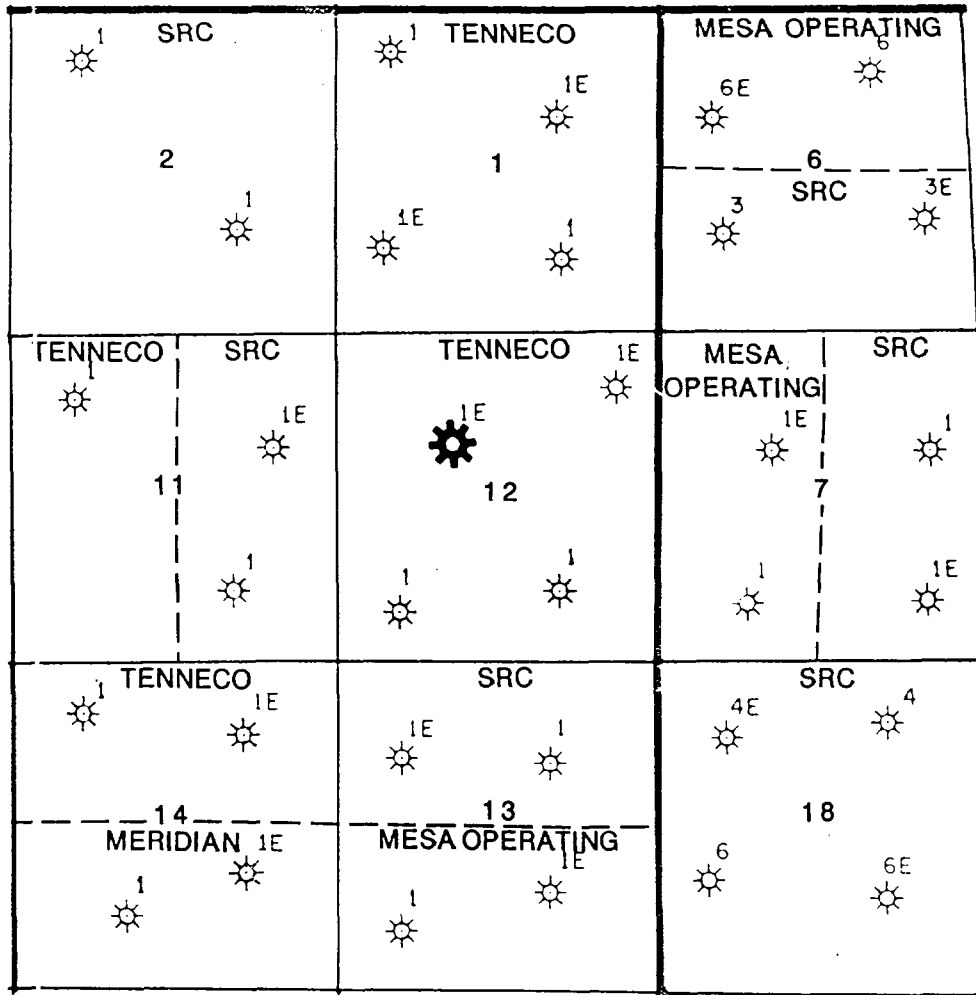
TAB. 3. OPERATOR AFFIDAVIT.

TAB 1

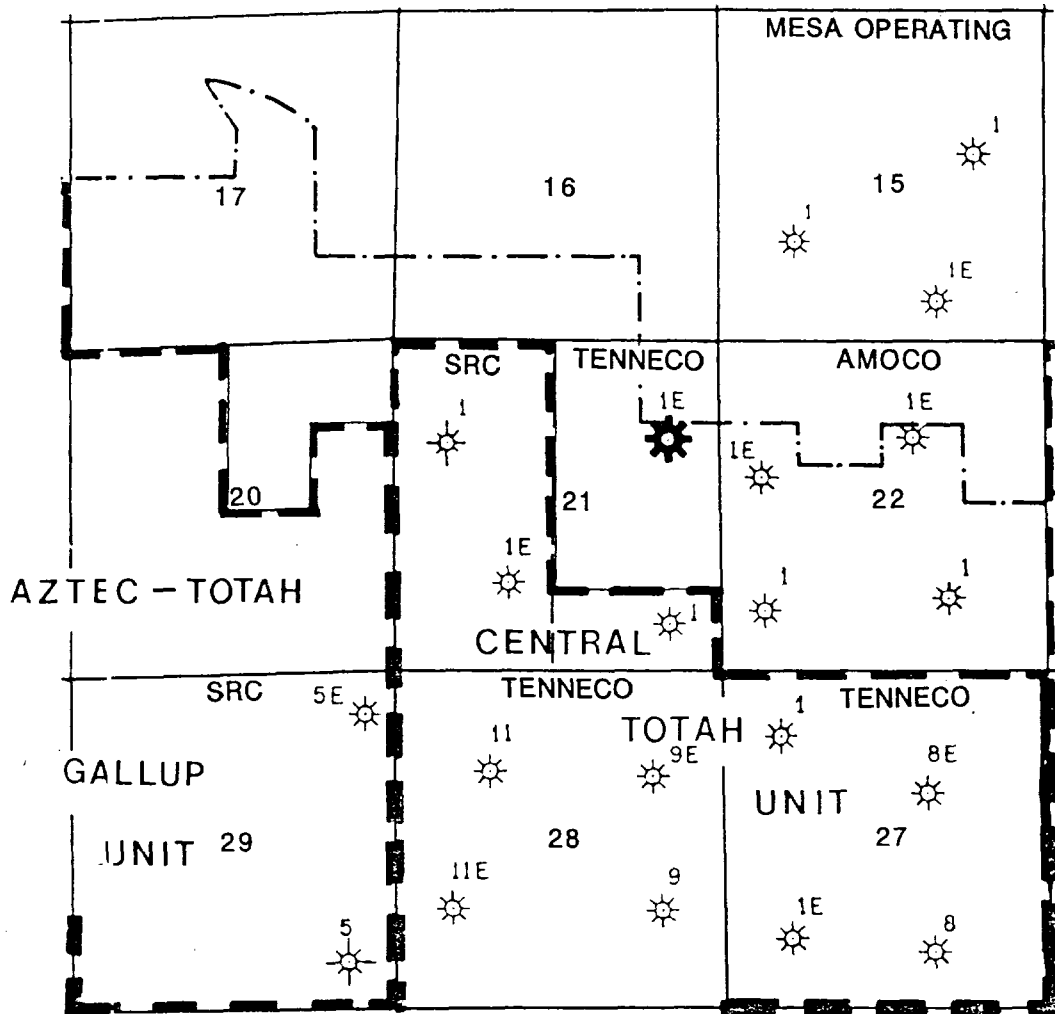
CORNELL "B" 1E
NE NE 14 - 29N - 12W
San Juan County, New Mexico



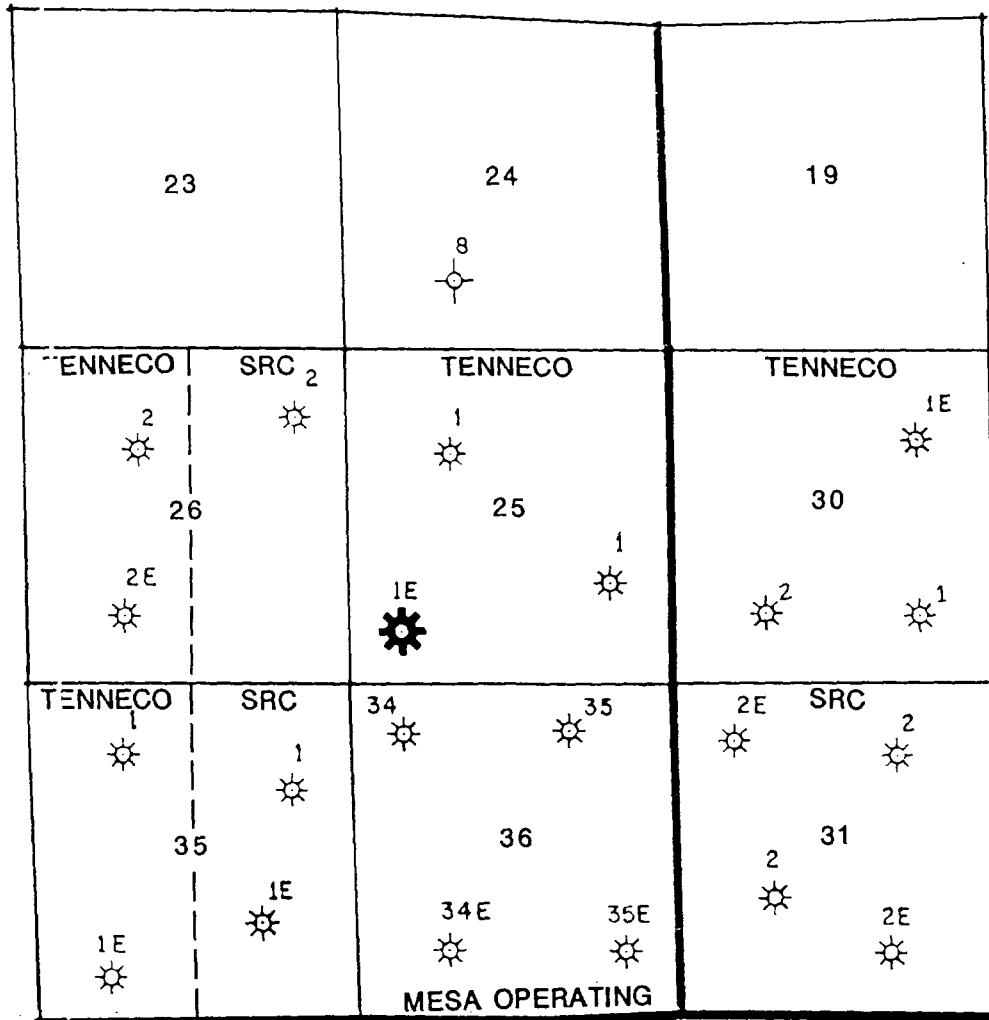
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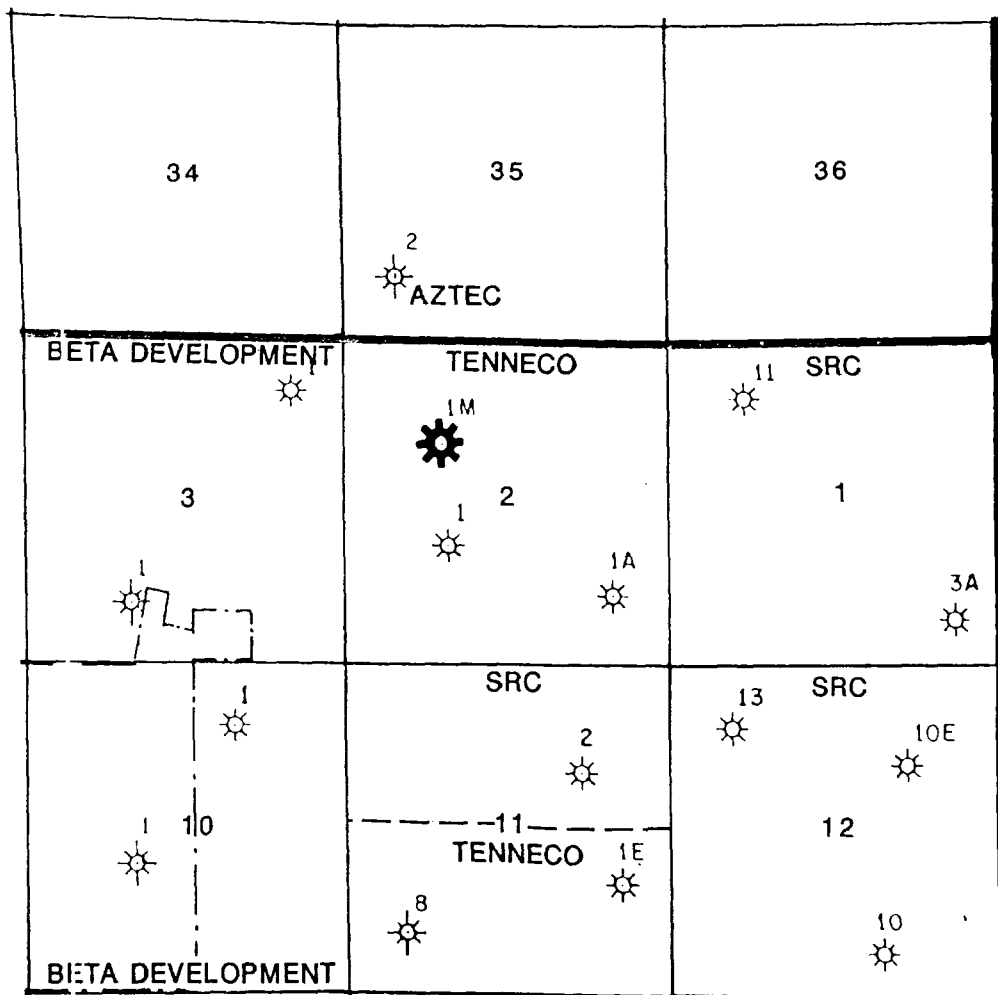
SAN JUAN GRAVEL "A" 1E
SE NE 21 - 29N - 13W
San Juan County, New Mexico



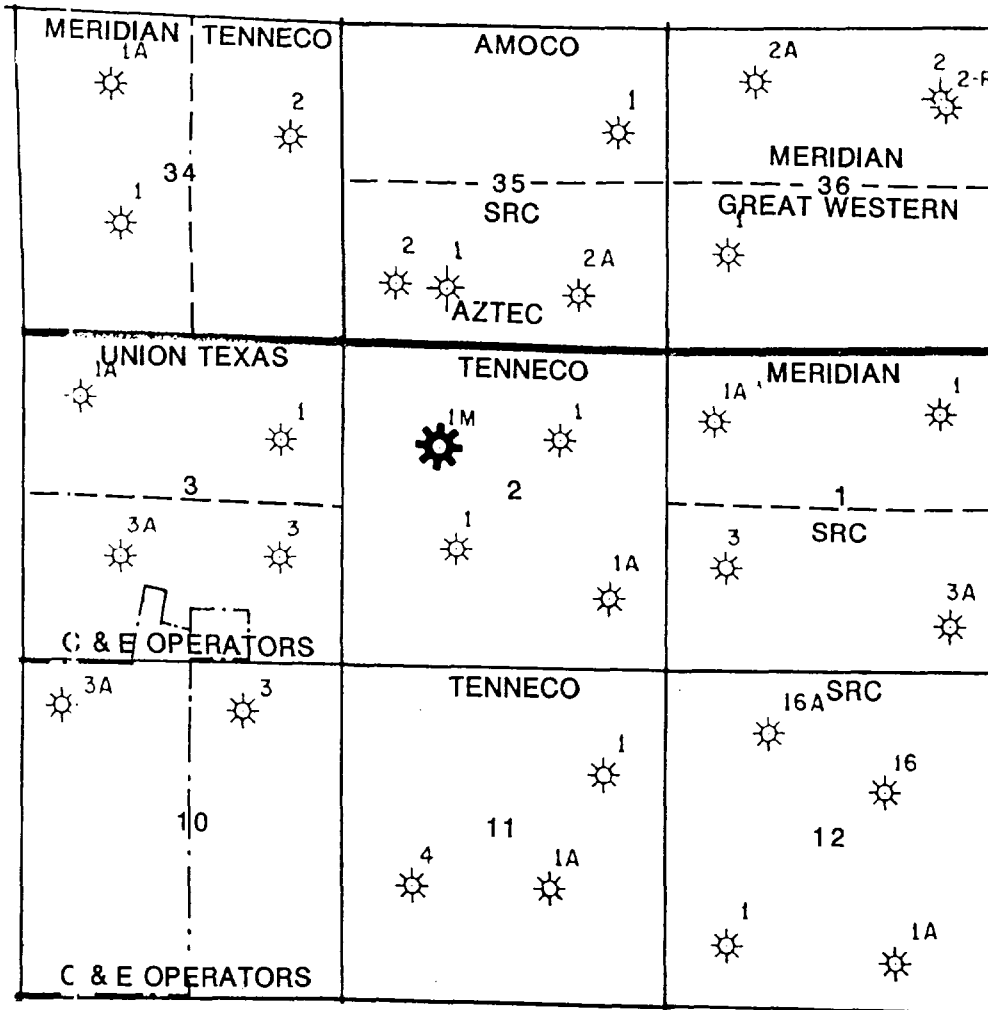
MOORE COM 1E
SW SW 25 - 32N 12W
San Juan County, New Mexico



COLDIRON COM "A" 1M
SE NW 2 - 30N - 11W
San Juan County, New Mexico



COLDIRON COM "A" 1M
SE NW 2 - 30N - 11W
San Juan County, New Mexico



MESAVERDE ONLY

TAB 2

CORNELL B 1E
Section 14, T29N-R12W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Basin Dakota (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:

Oil Purchaser:

Gas Transporter:

Gas Purchaser

El Paso Natural Gas Co.

Southern Union Gathering Co.

CORNELL E 1E
Section 12, T29N-R12W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Basin Dakota (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:

Oil Purchaser:

Gas Transporter:

Gas Purchaser

El Paso Natural Gas Co.

Southern Union Gathering Co.

SAN JUAN GRAVEL A 1E
Section 21, T29N-R13W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Basin Dakota (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:	Conoco Surface Transportation
Oil Purchaser:	Tenneco
Gas Transporter:	El Paso Natural Gas Co.
Gas Purchaser	Southern Union Gathering Co.

MOORE COM 1E
Section 25, T32N-R12W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Basin Dakota (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:	
Oil Purchaser:	Conoco
Gas Transporter:	El Paso Natural Gas Co.
Gas Purchaser	Southern Union Gathering Co.

COLDIRON COM A 1M
Section 2, T30N-R11W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Basin Dakota (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:	Giant Industries
Oil Purchaser:	
Gas Transporter:	El Paso Natural Gas Co.
Gas Purchaser	Southern Union Gathering Co.

COLDIRON COM A 1M
Section 2, T30N-R11W, N.M.P.M.
San Juan County, New Mexico

I. Gas Pool:

Blanco Mesaverde (Prorated Gas) Field

II. Product Sale Information

Oil Transporter:	Giant Industries
Oil Purchaser:	
Gas Transporter:	El Paso Natural Gas Co.
Gas Purchaser	Southern Union Gathering Co.

TAB 3

STATE OF COLORADO)
) ss.
COUNTY OF ARAPAHOE)

AFFIDAVIT OF PETER M. MUELLER

I, Peter M. Mueller, being duly sworn depose and say that:

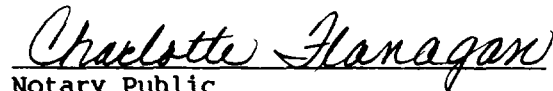
1. I am Division Production Engineer of Tenneco Oil Company and as such am the person responsible for oil and gas production operations of Tenneco Oil Company in the San Juan Basin, New Mexico.
2. Tenneco Oil Company operates the following infill wells which are located in San Juan County, New Mexico:

Cornell B #1 E
Cornell E #1 E
San Juan Gravel A #1 E
Moore Com #1 E
Coldiron Com A #1 M (Dakota)
Coldiron Com A #1 M (Mesaverde)

3. None of the wells existing on the proration units at the time the infill wells in paragraph 2 were drilled have had their production restricted in any manner for purposes of avoiding the application of the New Mexico Natural Gas Protection Act to sales of natural gas from these wells.
4. Such infill wells were drilled to produce reserves not otherwise capable of being produced in the original wells on the proration units and not to avoid the application of the New Mexico Price Protection Act.


Peter M. Mueller

Subscribed in my presence and duly sworn to before me this 9th day of December, 1988.


Notary Public
Address: 6162 South Willow Drive
Englewood, Colorado 80111

My commission expires:

6-24-89