

MERIDIAN OIL

January 27, 1993

State of New Mexico
Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504

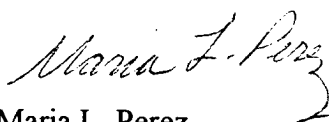
**RE: UNLEASED POTASH DESIGNATED AREA - NOTIFICATION
OF INTENT TO DRILL
BILBREY 16 STATE NO. 1
WILDCAT (DELAWARE) FIELD, PROPOSED TD 8750'
M, 660' FSL & 660' FWL
SEC. 16, T21S, R32E
LEA COUNTY, NM**

Gentlemen:

This letter is your notification of our application for permit to drill in an unleased potash designated area. Narranda relinquished their potash lease in 1992. You are being notified as this proposed drilling location falls in an area designated as potash that is unleased.

Should you have any questions, please call me at 915-688-6906.

Sincerely,



Maria L. Perez
Production Assistant
915-688-6906

XC: Well File Don McBee
Prod. Engr. Joint Int.
Land Dept. (2) Resv. Engr.
Hobbs Field Ofc. Richard Atchley

Bret Herring - Drilling
A. T. Evans - Land
Geologist
Regulatory

1. Connie Malik
2. Maria Perez

No disagreement
Guest State
for Floyd Priando.

COMMISSIONER OF PUBLIC LANDS
JIM BACA
P.O. BOX 1148
SANTA FE, NEW MEXICO

