

MERIDIAN OIL

July 24, 1992

Mr. Michael E. Stogner
State of New Mexico
Energy and Minerals Dept.
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504

RE: REQUEST AND NOTICE FOR:
ADMINISTRATIVE APPROVAL FOR
A SIMULTANEOUS DEDICATION FOR
LEGAL #3
JALMAT TANSILL-YATES-SEVEN RIVERS
O, SEC. 31, T25E, R37E
330' FSL & 1980' FEL
LEA COUNTY, NM

Mr. Stogner:

Meridian Oil Inc. hereby requests administrative approval for a simultaneous dedication for the Legal #3. The Legal #3 is located 330' FSL & 1980' FEL, Sec. 31, T25S, R37E, Lea County, New Mexico. This well is currently completed in the Jalmat Tansill-Yates-Seven Rivers (Oil). We propose to recomplete this well to the Jalmat (Prorated Gas) Pool. The Legal #3 will share a proration unit consisting of the SE/4 of Sec. 31, T25S, R37E with the Legal #2 and #5 which are currently producing from the Jalmat (Prorated Gas) Pool.

Legal #2 SE/4, Sec. 31, T25S, R37E
1980' FSL & 660' FEL

Legal #5 SE/4, Sec. 31, T25S, R37E
330' FSL & 330' FEL

A plat of the proposed proration unit and a map of offset Jalmat operators is attached. Offset operators were notified by certified mail on July 24, 1992, of our intent to recomplete and produce the Legal #3 from the Jalmat (Prorated Gas) Pool.

The following is a list of the offset Jalmat owners: