

BURLINGTON RESOURCES

SAN JUAN DIVISION

July 30, 2003

(Certified Mail – Return Receipt Requested)

Re: Payne #201S
Basin Fruitland Coal
765'FNL, 970'FWL Section 20, T-32-N, R-10-W
San Juan County, New Mexico



To the Affected Persons:

Burlington Resources Oil & Gas Company LP is submitting the enclosed Application for Permit to Drill to the appropriate regulatory agency(s) for approval. This well is located inside the High Productivity Area of the Basin-Fruitland Coal Pool as indicated on the attached plat. Notice is being made pursuant to New Mexico Oil Conservation Commission Order R-8768-F dated July 17, 2003.

The affected parties have twenty (20) days from receipt of this notice in which to file with the District Office of the New Mexico Oil Conservation Division written objection to the proposed Application for Permit to Drill.

Sincerely,

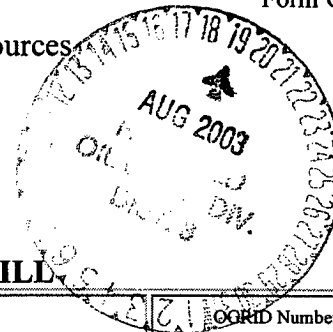
A handwritten signature in cursive script, appearing to read "Peggy Cole".

Peggy Cole
Regulatory Supervisor

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101



APPLICATION FOR PERMIT TO DRILL

Operator Name and Address Burlington Resources Oil and Gas Company LP PO Box 4289 Farmington, NM 87499		OGRID Number 14538
		API Number 30-45-31829
Property Code 7379	Property Name PAYNE	Well No. 201S

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	20	32N	10W		765	N	970	W	San Juan

Proposed Pools

BASIN FRUITLAND COAL (GAS) 71629

Work Type New Well	Well Type Gas	Cable/Rotary	Lease Type Private	Ground Level Elevation 6101
Multiple N	Proposed Depth 2989	Formation Fruitland Coal	Contractor	Spud Date

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	32.3	120	57	0
Int1	8.75	7	20	2713	318	0
Liner1	6.25	5.5	15.5	2989	0	0

Casing/Cement Program: Additional Comments

Open hole completion.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Electronically Signed By: Peggy Cole		Electronically Approved By: Frank Chavez	
Title: Manager		Title: District Supervisor	
Date: 7/31/2003		Approval Date: 8/12/2003	Expiration Date: 8/12/2004
Phone: 505-320-5919		Conditions of Approval: No Conditions	

District I

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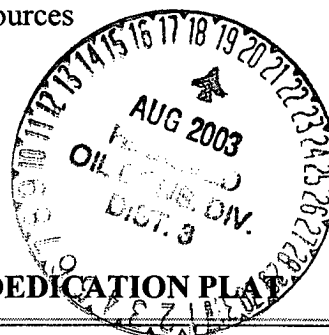
State of New Mexico
Energy, Minerals and Natural Resources

Form C-102

Oil Conservation Division

1220 S. St Francis Dr.

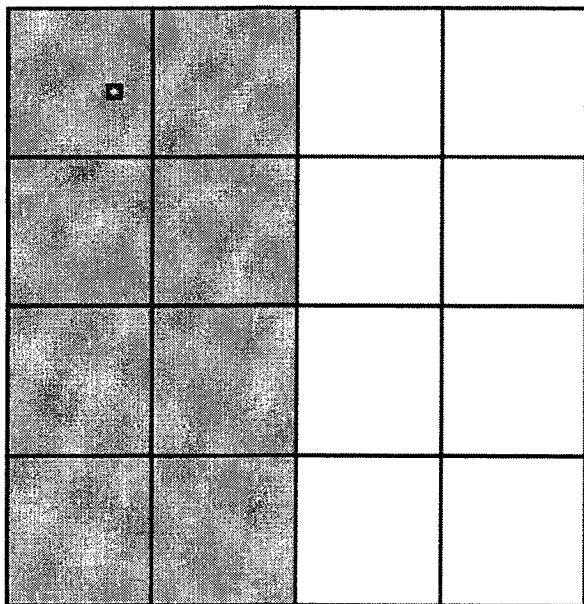
Santa Fe, NM 87505

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-45-31829	Pool Name BASIN FRUITLAND COAL (GAS)	Pool Code 71629
Property Code 7379	Property Name PAYNE	Well No. 201S
OGRID No. 14538	Operator Name Burlington Resources Oil and Gas Company LP	Elevation 6101

Surface And Bottom Hole Location

UL or Lot D	Section 20	Township 32N	Range 10W	Lot Idn	Feet From 765	N/S Line N	Feet From 970	E/W Line W	County San Juan
Dedicated Acres 318.06		Joint or Infill		Consolidation Code		Order No.			

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Peggy Cole

Title: Manager

Date: 7/31/2003

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

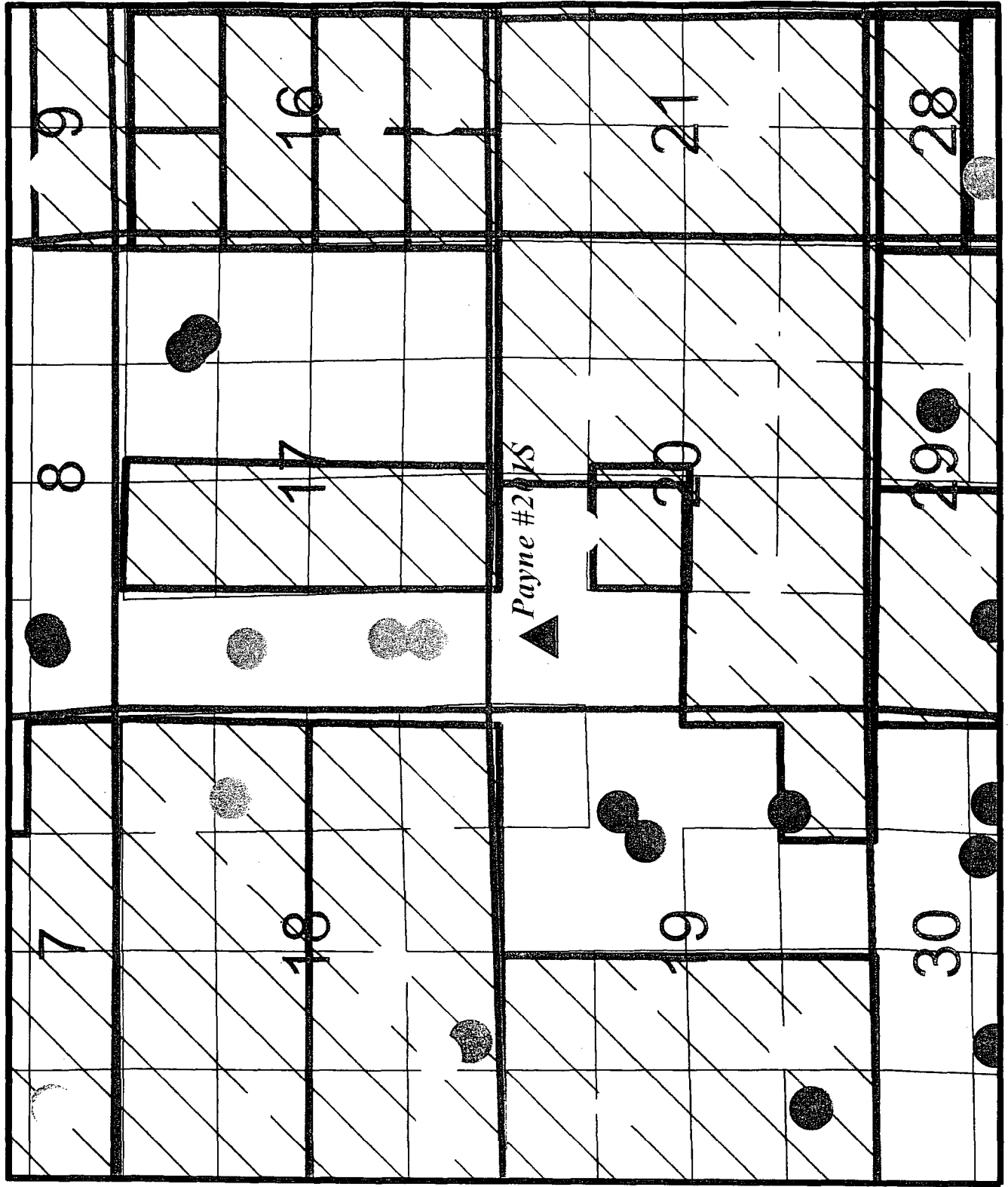
Electronically Signed By: David A. Johnson

Date of Survey: 10/8/2002

Certificate Number: 14827

PAYNE #201S

Offset Operators/WIOs



Legend

Current Operator in T32N-R10W

<all other values>

Current Operator

- UNKNOWN
- AMOCO PRODUCTION COMPANY
- BP AMERICA PRODUCTION COMPANY
- CONOCO INCORPORATED
- CONOCO-PHILLIPS COMPANY
- PHILLIPS PETROLEUM COMPANY
- BURLINGTON RESOURCES O&G CO LP
- BURLINGTON RESOURCES OIL & GAS COMPANY
- EL PASO NATURAL GAS COMPANY
- MERIDIAN OIL INCORPORATED
- SOUTHLAND ROYALTY COMPANY
- COLEMAN OIL & GAS INCORPORATED
- ENERGEN RESOURCES CORPORATION
- TENNECO OIL COMPANY
- AZTEC OIL & GAS COMPANY

Sections

Townships

New Mexico Lots

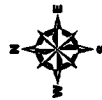
Leases (9d)

San Juan Federal Unit Tracts

States (Detailed)

Counties (Detailed)

U.S. Water Bodies



0.0015,003 0.006 Decimal Degrees

Payne #201S – HPA Interest Owners

E2 Sec. 19, T-32-N, R-10-W

ConocoPhillips Company – operator
Attn: Chief Landman San Juan/Rockies
PO Box 2197
Houston, TX 77252-2197

S2 Sec. 18, T-32-N, R-10-W

Burlington Resources – operator

W2 Sec. 17, T-32-N, R-10-W

BP America Production Company – operator
Attn: Bryan Anderson
WestLake 1 Room 19-114
501 WestLake Park Blvd
Houston, TX 77079

E2 Sec. 17, T-32-N, R-10-W

ConocoPhillips Company – operator
Attn: Chief Landman San Juan/Rockies
PO Box 2197
Houston, TX 77252-2197

E2 Sec. 20, T-32-N, R-10-W

Burlington Resources – operator

7110 6605 9590 0006 8021

SENDER:

Complete items 1, 2 and 3.
 Indicate if restricted delivery is desired.
 Print your name and address on the reverse of this form so that we can return this card to you.
 Attach this form to the front of the mailpiece, or on the back if space does not permit.
 Write "Return Receipt Requested" on the mailpiece below the article number.
 The Return Receipt Fee will provide you the signature of the person delivered to and the date of delivery.

I also wish to receive the following service (for an extra fee):

☐ **Restricted Delivery**

Consult postmaster for fee.

Article Addressed to:

CONOCOPHILLIPS COMPANY
 PO Box 2197
 Houston, TX 77252-2197

2. Article Number

7110 6605 9590 0006 8021

3. Service Type ☒ **CERTIFIED**

Date of Delivery

JUL 11 2003

Received By: (Print Name)

Signature - (Addressee or Agent)

Enter delivery address if different than item 1.

PS Form 3811

Payne #2015

DOMESTIC RETURN RECEIPT

File:



RECEIPT FOR CERTIFIED MAIL
 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL
 (SEE OTHER SIDE)

PS FORM 3800

Payne #2015

CONOCOPHILLIPS COMPANY
 PO Box 2197
 Houston, TX 77252-2197

File:

RETURN RECEIPT SERVICE	POSTAGE
RESTRICTED DELIVERY FEE	\$0.34
CERTIFIED FEE	\$0.00
RETURN RECEIPT FEE	\$2.30
TOTAL POSTAGE AND FEE	\$4.39

SENDER:

Complete items 1, 2 and 3.
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☐ **Restricted Delivery**

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1. Article Addressed to:

BP AMERICA PRODUCTION COMPANY
 PO Box 3092
 Houston, TX 77253-3092

2. Article Number

7110 6605 9590 0006 8014

3. Service Type ☒ **CERTIFIED**

Date of Delivery

JUL 12 2003

Received By: (Print Name)

Signature - (Addressee or Agent)

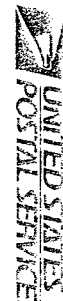
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 NO INSURANCE COVERAGE PROVIDED
 NOT FOR INTERNATIONAL MAIL
 (SEE OTHER SIDE)

PS FORM 3800

Payne #2015

BP AMERICA PRODUCTION COMPANY
 PO Box 3092
 Houston, TX 77253-3092

File:

RETURN RECEIPT SERVICE	POSTAGE
RESTRICTED DELIVERY FEE	\$0.34
CERTIFIED FEE	\$0.00
RETURN RECEIPT FEE	\$2.30
TOTAL POSTAGE AND FEE	\$4.39

7110 6605 9590 0006 8014