

STATE OF NEW MEXICO  
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

May 22, 1990

Bannon Energy Incorporated  
c/o Holcomb Oil and Gas  
P.O. Box 2058  
Farmington, NM 87499

Attention: W.J. Holcomb

**RECEIVED**  
MAY 29 1990  
OIL CON. DIV.  
DIST. 3

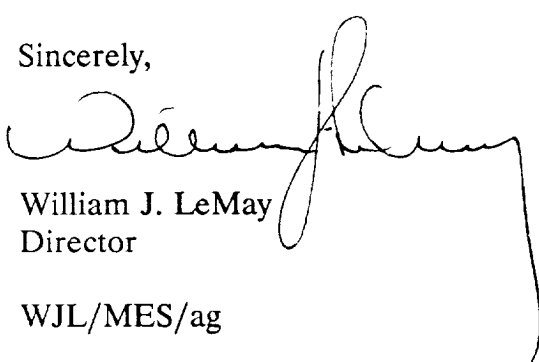
*Administrative Order NSL-2800*

Dear Mr. Holcomb:

Reference is made to your application dated March 7, 1990 for a non-standard oil well location for your State "2" Well No. 4 to be located 1422 feet from the South line and 1758 feet from the West line (Unit K) of Section 2, Township 23 North, Range 6 West, NMPM, Counselors-Gallup Dakota Oil Pool, Rio Arriba County, New Mexico. The SW/4 of said Section 2 shall be dedicated to the well forming a standard 160-acre oil spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 5 of the Special Rules and Regulations for the Counselors-Gallup Dakota Oil Pool, as promulgated by Division Order No. R-7034, as amended, the above-described unorthodox oil location is hereby approved.

Sincerely,

  
William J. LeMay  
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec  
NM State Land Office - Santa Fe

SECRET

the  $\beta$ -phase of the polymer. The  $\beta$ -phase is the more ordered phase and is characterized by a higher density and a higher melting point than the  $\alpha$ -phase. The  $\beta$ -phase is also the more stable phase and is the one that is most commonly observed in nature. The  $\alpha$ -phase is the less ordered phase and is characterized by a lower density and a lower melting point than the  $\beta$ -phase. The  $\alpha$ -phase is also the less stable phase and is the one that is most commonly observed in nature.

NO 200 10

150



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
AZTEC DISTRICT OFFICE

REY CARRUTHERS  
GOVERNOR

1000 OLD BRAZOS ROAD  
AZTEC, NEW MEXICO 87410  
(505) 334-6178

Date: 8-15-70

WITN: Mike Stagner

Oil Conservation Division  
P.O. Box 2088  
Santa Fe, NM 87504-2088

Re: Proposed HC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL X \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_

Gentlemen:

I have examined the application dated 3-8-70  
for the Barnes Energy Inc. State 2 H 4  
Operator Lease & Well No.

K-2-23N-600 and my recommendations are as follows:  
Unit, S-T-R

Approve  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

Emile Busch

# BANNON ENERGY INCORPORATED

3934 F.M. 1960 West, Suite 240  
Houston, Texas 77068  
(713) 537-9000  
FAX (713) 537-8624

RETURN RECEIPT REQUESTED  
P 117 123 796

March 7, 1990

Dugan Production  
P.O. Box 5820  
Farmington, New Mexico 87499

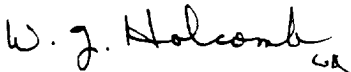
Re: Non-Standard Location - State 2-2  
Section 2 T23N R6W  
Unit C - 1183' FNL x 1594' FWL  
Counselors Gallup Dakota Pool  
Rio Arriba County, New Mexico

Non-Standard Location - State 2-4  
Section 2 T23N R6W  
Unit K - 1422' FSL x 1758' FWL  
Counselors Gallup Dakota Pool  
Rio Arriba County, New Mexico

This letter is to notify you of Bannon Energy, Inc.'s request for approval of non-standard locations to drill the above referenced wells as stated above. The wells were staked at these locations due to archaelolgic constraints.

Should you have any questions regarding this matter, please call William Holcomb at (505) 326-0550. Thank you for your consideration in this matter.

Sincerely



W. J. Holcomb  
Agent, Bannon Energy

WJH:ck

Submit to Appropriate  
District Office  
State Lease - 4 copies  
Fee Lease - 3 copies

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

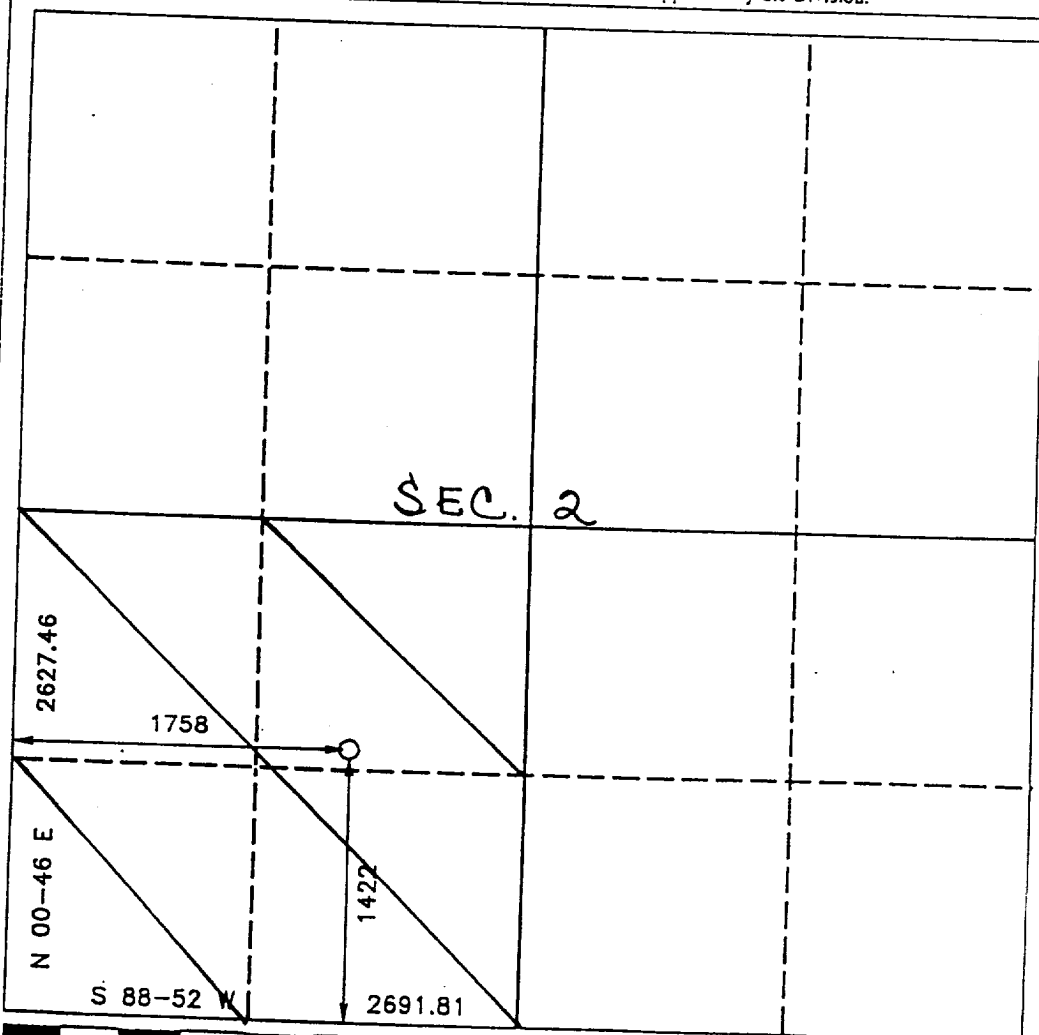
DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

|  |                                      |                                  |                         |  |                      |
|--|--------------------------------------|----------------------------------|-------------------------|--|----------------------|
| Operator<br><b>BANNON ENERGY, INC.</b>   |                                      |                                  | Lease<br><b>STATE 2</b> |  | Well No.<br><b>4</b> |
| Unit Letter<br><b>K</b>  | Section<br><b>2</b>                  | Township<br><b>T.23 N.</b>       | Range<br><b>R.6 W.</b>  | County<br><b>RIO ARRIBA</b>            |                      |
| Actual Footage Location of Well:<br><b>1422</b> feet from the <b>SOUTH</b> line and <b>1758</b> feet from the <b>WEST</b> line |                                      |                                  |                         |  |                      |
| Ground level Elev.<br><b>6753</b>  | Producing Formation<br><b>Gallup</b> | Pool<br><b>Counselors Dakota</b> |                         | Dedicated Acreage:<br><b>160</b> Acres |                      |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?  
☐ Yes ☐ No If answer is "yes" type of consolidation \_\_\_\_\_  
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)  
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature *[Signature]*  
Printed Name **W. J. Holcomb**  
Position **Agent**  
Company **Bannon Energy, Inc.**  
Date **11-20-89**

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 knowledge and belief.

Date Surveyed **NOV 10 1989**  
Signature & Seal of Professional Surveyor **HOWARD DAGG**  
Certificate No. **679**  
Registered Professional Land Surveyor

State 2-4  
 1422' FSL x 1758' FWL  
 Sec. 2 T23N R6W  
 Rio Arriba Co., NM

