



Southland Royalty Company

October 20, 1980

Mr. Joe Ramey
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Subject: Tsaya #2
Section 4, T22N, R12W
San Juan County, New Mexico

Dear Mr. Ramey:

Southland Royalty Company applied for an unorthodox well location for the subject well on October 9, 1980. We overlooked the fact that our designation of operator from Mountain Fuel did not cover the S/2 of Section 4, T22N, R12W. Therefore, Mountain Fuel is an offset operator to our proposed location.

We talked to Mr. Bob Pittam in Mountain Fuel's Salt Lake City office and received verbal clearance on the location. Their waiver of objection should be mailed to your office shortly.

I have attached a well location plat and offset ownership map for your reference.

Sincerely yours,

Robert E. Fielder
District Engineer

REF/dg

Attachment

CC: NMOCD/Aztec, N.M. ✓
USGS/Farmington, N.M.



All distances must be from the outer boundaries of the Section.

Operator SOUTHLAND ROYALTY COMPANY			Lease TSAYA		Well No. 2
Unit Letter D	Section 4	Township 22N	Range 12W	County San Juan	
Actual Footage Location of Well: 155 feet from the North line and 1115 feet from the West line					
Ground Level Elev. 6151	Producing Formation WILDCAT		Pool WILDCAT		Dedicated Acreage: 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 interests 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 interests, has been approved by the Commission.

1115'		155'	
NM-19569		Sec.	
4			

Scale: 1"=1000'

CERTIFICATION

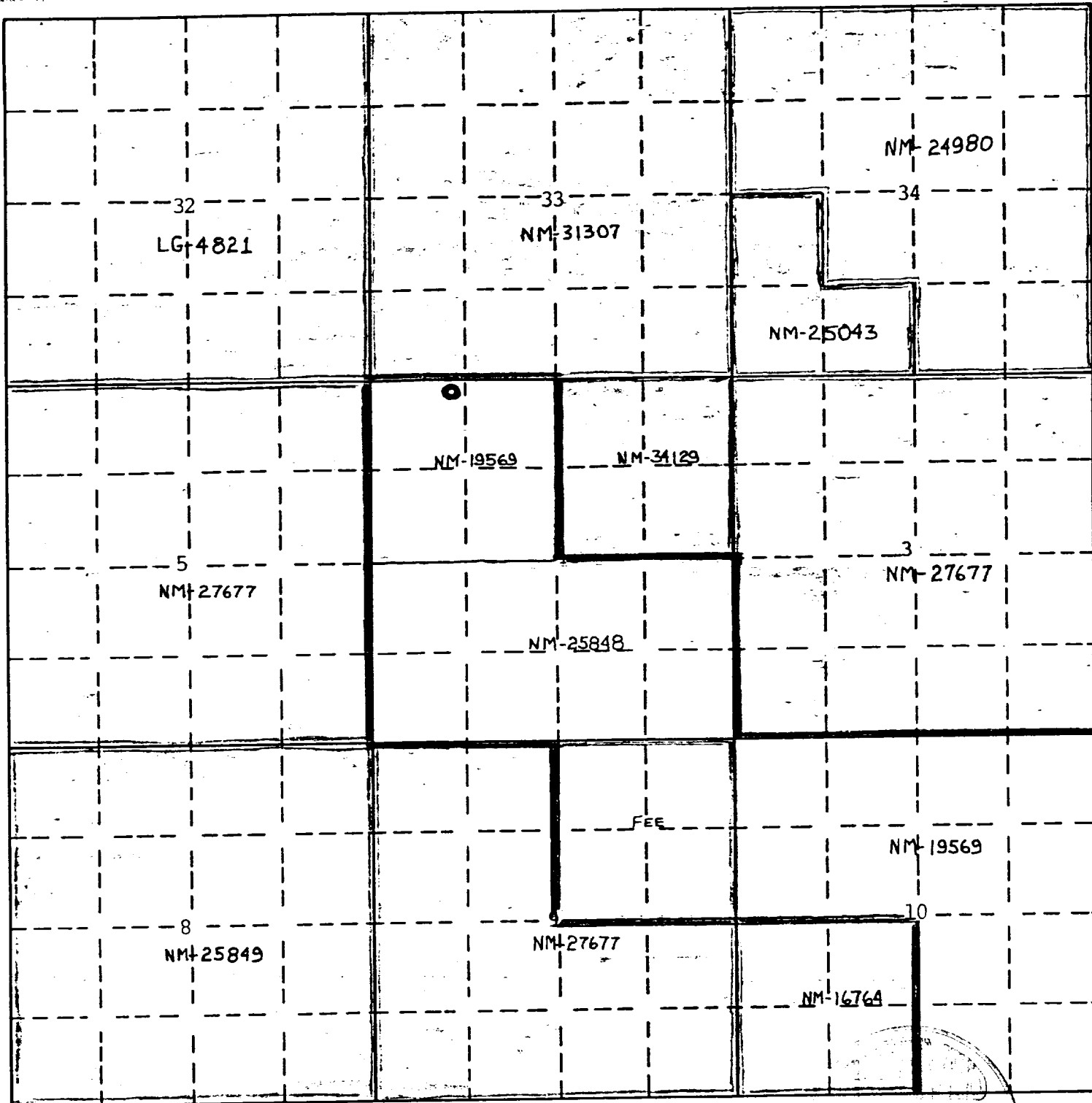
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
L. O. Van Ryan
Position
District Production Mgr
Company
Southland Royalty Co.

Date
10-10-80

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

REGISTERED
Date Surveyed
October 9, 1980
Registered Professional Engineer
and Land Surveyor
Fred B. Kerr Jr.
Certificate No.
3950



S.R.C.

Mountain
Fuel

Sun Oil
Company

SOUTHLAND ROYALTY COMPANY

AREA
TSAYA CANYON PROSPECT

LOCATION
NW/4, Section 4, T22N, R12W

TYPE OF MAP

Acreage

CONTOURED

C.I.

REF

DATE

REVISED BY

DATE

REFERENCE

DATE

NOTES

SUPERVISOR, OIL AND GAS OPERATIONS:

DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of oil and gas lease

DISTRICT LAND OFFICE: New Mexico State Office, P. O. Box 1449, Santa Fe, NM 87501
SERIAL No.: NM-19569

and hereby designates

SOUTHLAND ROYALTY COMPANY
NAME: 410 SEVENTEENTH STREET - SUITE 1000
ADDRESS: DENVER, COLORADO 80202

as his operator and agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Oil and Gas Operating Regulations with respect to (describe acreage to which this designation is applicable):

Township 22 North, Range 12 West, NMPM
Section 4: Lots 3,4, S $\frac{1}{2}$ NW $\frac{1}{4}$
San Juan County, New Mexico

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Oil and Gas Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the oil and gas supervisor of any change in the designated operator.

Evidence of authority of
Attorney-in-Fact is filed in
NM-0558400 and such
authority is still in effect.

July 31, 1980

(Date)

MOUNTAIN FUEL SUPPLY COMPANY

BY

Attorney in Fact

P. O. Box 11368, Salt Lake City, UT 84119

(Address)

