

Southern Union Exploration Company P. O. Box 2179 Farmington, New Mexico 87499 (505) 327-4481

ECEIV

OIL CON. DIV. DIST. 3

BUREAU OF LAND MANAGEMENT FARMINGTON RESOURCE AREA

Bureau of Land Management Caller Drawer 4104 Farmington, New Mexico 87499

Attn: Ken Townsend

October 17, 1983

NTL-4A, Permission to vent oil well gas on the Champlin Federal #1,

660' FNL & 660' FWL, Sec. 11-T25N-R13W, San Juan Co., NM

Dear Ken,

Southern Union Exploration is requesting permission to vent gas on the above referenced well. The well was spudded on August 27, 1983 and completed September 20, 1983. A pumping unit was placed on the hole September 27 and a GOR test run October 11. The well tested as having 9 MCFGPD.

Southern Union Exploration (SX) is negotiating and anticipates entering into a gas sales contract within 30 days. Right of way is being negotiated with the NIIP and BLM for a proposed pipeline across the NIIP land. Construction will commence once right of way is obtained but at this time it is uncertain how long this process will take. SX will keep you informed of progress in this matter.

This application for venting oil well gas is justified as it is anticipated that SX's action plan will eliminate venting of the gas within one year of the date of this letter. If anything further is required, please so advise.

Sincerely.

en Folk Katherine F. Folk

KFF/kf

Tony Prasil

Paul Zeis Ron Sentz Craig Nielsen Not to exercise 1 year

APPROVED AS AMENDED

AMO CIE