



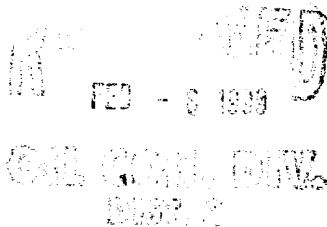
NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

February 4, 1999

Mallon Oil Company
P. O. Box 2797
Durango, Colorado 81302
Attention: Christy Serrano

Telefax No. (970) 382-7650



Administrative Order NSL-4200

Dear Ms. Serrano:

Reference is made to your application dated January 18, 1999 for a non-standard gas well location within the Cabresto Canyon-Ojo Alamo Pool for Mallon Oil Company's proposed Jicarilla 457-9 Well No. 2 to be drilled 695 feet from the North line and 731 feet from the West line (Lot 4/Unit D) of Section 9, Township 30 North, Range 3 West, NMPM, Rio Arriba County, New Mexico. Lots 3 and 4 and the S/2 NW/4 (NW/4 equivalent) of Section 9 is to be dedicated to this well in order to form a standard 152.12-acre gas spacing and proration unit.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division
U. S. Bureau of Land Management - Albuquerque

Mallon Oil Company

Denver/Colorado ♦ Durango/Colorado ♦ Carlsbad/New Mexico

a Mallon Resources Subsidiary

January 18, 1999

Mr. Mike Stogner
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

RE: Jicarilla 457-9 No. 2
695' FNL and 731' FWL
(NW NW) Unit D
Sec. 9, T30N-R03W

Dear Mr. Stogner:

Mallon Oil Company is requesting an unorthodox location for Jicarilla 457-9 No. 2 (695' FNL and 731' FWL, NW NW, Unit D) Sec. 9, T30N-R03 Rio Arriba County, New Mexico, for the Cabresto Canyon; Ojo Alamo Ext.

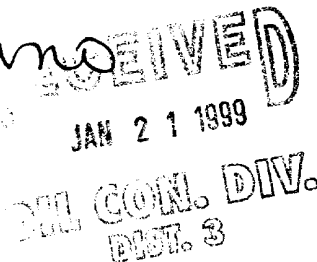
Mallon Oil Company is the only offset operator to the acreage shown. The reason is due to topography and archeology. The well could not be moved to the South due to a steep grade. Also an archeological site was located to the East of the originally staked location which prohibited a Eastern move. Enclosed is a copy of Mallon Oil Company's C-102, topographical map, and a map showing an overall view of East Blanco lease.

Please contact me at (970) 382-9100, if any additional information is needed.

Sincerely

Christy Serrano

Christy Serrano
Production Clerk



9010101
INSTRUMENT 1
P.O. Box 1000, Hobbs, N.M. 88341-1000

DISTRICT II
P.O. Drawer 02, Artesia, N.M. 88211-0710

DISTRICT III
1000 Elie Terrace Rd., Artesia, N.M. 87410

DISTRICT IV
P.O. Box 2000, Santa Fe, NM 87504-2000

OFFICE OF NEW MEXICO
Geology, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, NM 87504-2088

Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number		2. Pool Code 96538		3. Pool Name Cabresto Canyon; Ojo Alamo Ext.	
4. Property Code		5. Property Name JICARILLA 457-9			6. Well Number 2
7. OCM No. 013925		8. Operator Name MALLON OIL CO.			9. Elevation 7216'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
D	R	30-N	7-W		695	NORTH	731	WEST	RIO ARriba

11 Bottom Hole Location if Different From Surface

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County

12. Dedicated Acres 160	13. Joint or Infill	14. Consolidation Ends	15. Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

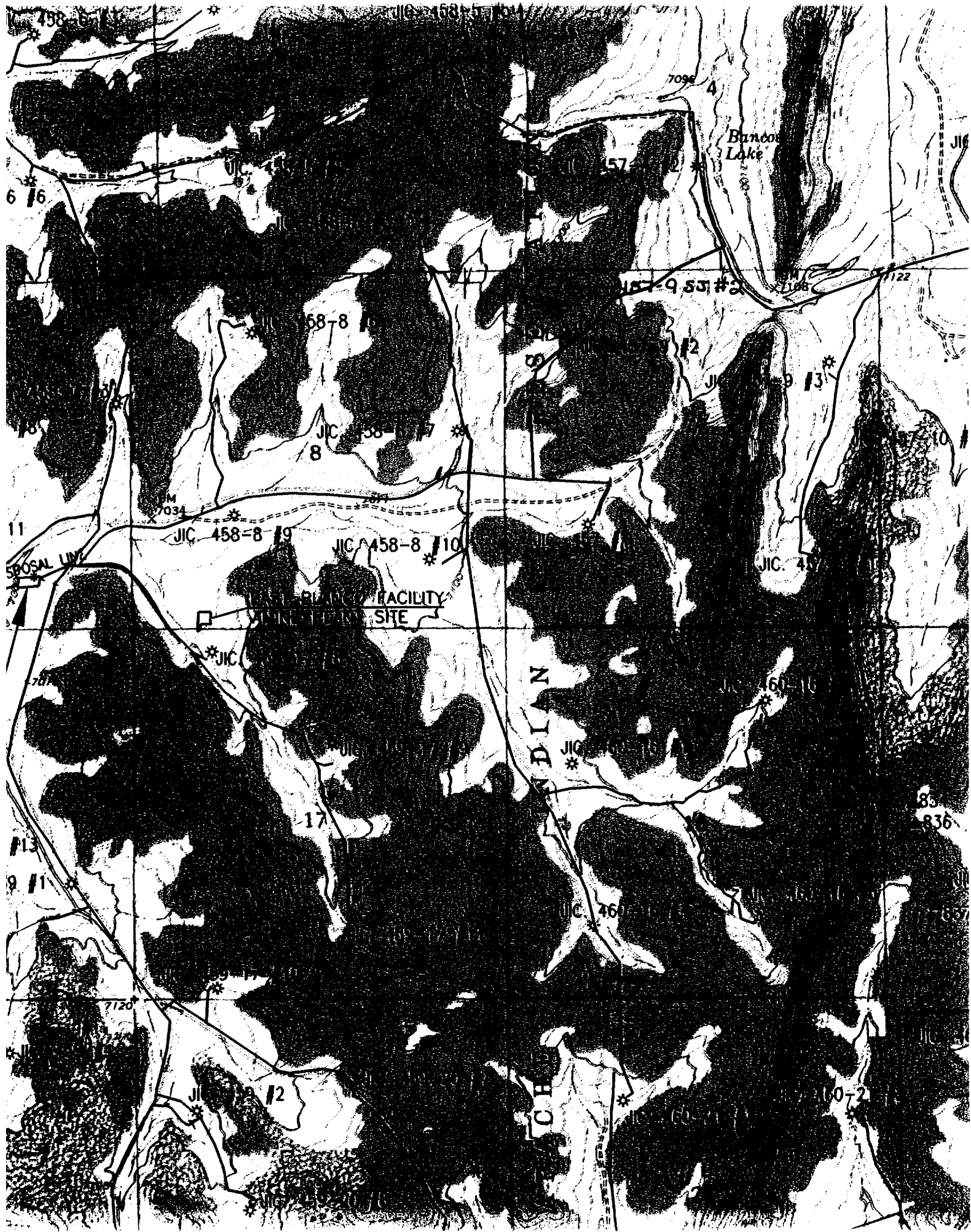
16

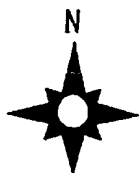
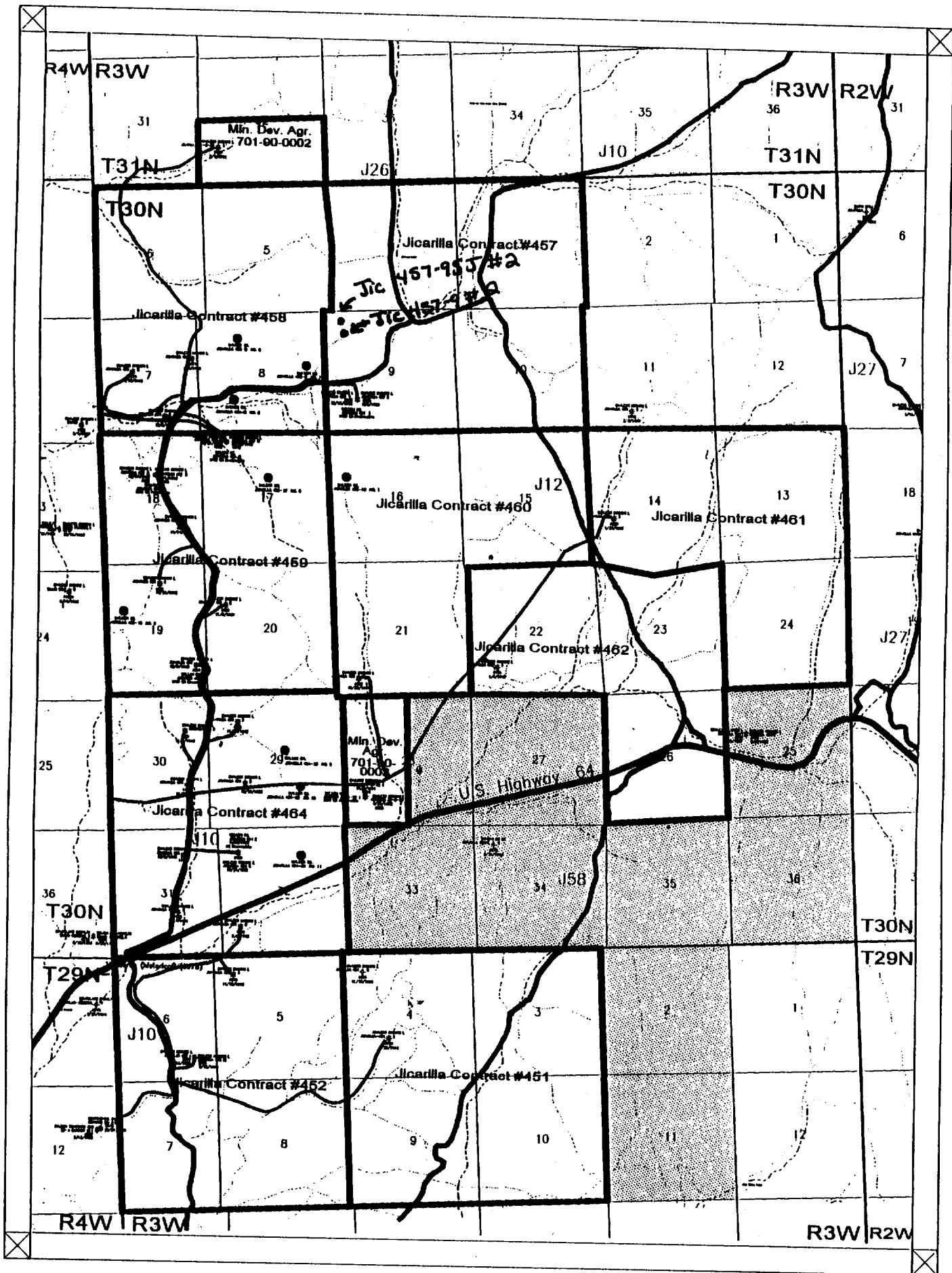
M 89-82-31 E 2884.74'

3/4 CORNER SEC. 4

U.S.G.L.O. BRASS CAP 1917	U.S.G.L.O. BRASS CAP 1917	17. OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature: <u>Terry Lindeman</u> Printed Name: <u>Terry Lindeman</u> Title: <u>Operations Superintendent</u> Date: <u>June 12, 1998</u>
U.S.G.L.O. BRASS CAP 1917	U.S.G.L.O. BRASS CAP 1917	18. 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. Date of Survey: <u>9-1-98</u> Signature: <u>[Signature]</u> Professional Land Surveyor 8894 Certificate Number: <u>8894</u>

RECEIVED
JAN 21 1999
OIL CON. DIV.
DIST. 3





Scale 1:63360.

0.2 0. 0.2 0.4 0.6 0.8 1. miles



LEGEND

- Yellow = Development Contracts
- Green = Proposed Acreage
- Purple Lines =
Approximate Pipeline Locations
- Permitted Well Locations

MALLON OIL COMPANY

East Blanco Field
San Juan Basin
Rio Arriba County, New Mexico

10/11/1997