



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**March 24, 2006**

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

**Burlington Resources Oil & Gas Company, L.P.**

**P. O. Box 4289**

**Farmington, New Mexico 87499-4289**

**Attention: Joni Clark, Sr. Regulatory Specialist**

*RE: Administrative application (Division administrative application reference No. pTDS0-607553930) filed with the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on March 16, 2006 for an exception to the well location provisions of the "Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool," as promulgated by Division Order No. R-8768, as amended, for Burlington Resources Oil & Gas Company, L.P.'s ("Burlington") proposed Jose Jaquez Well No. 1-S or Jaquez Jose Well No. 1-S to be drilled as an infill coal gas well within an existing standard 320-acre lay-down gas spacing unit in the Basin-Fruitland Coal (Gas) Pool (71629) comprising the S/2 of Section 24, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico, 390 feet from the South line and 1680 feet from the East line (Unit O) of Section 24.*

Dear Ms. Clark:

Per your e-mail on Wednesday morning, March 22, 2006, and follow-up letter dated March 22, 2006 (see copies attached), the aforementioned administrative application is hereby dismissed and being returned to you. Thank you.

Sincerely,

Michael E. Stogner  
Staff Engineer

MES/ms

cc: New Mexico Oil Conservation Division - Aztec  
Mr. Christopher Spencer, XTO Energy, Inc. - Fort Worth, Texas

File: Division Administrative Reference No. pTDS0-608252150

# **BURLINGTON**

## **RESOURCES**

San Juan Division

Sent Federal Express

March 22, 2006

Mr. Michael Stogner  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87504

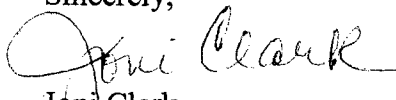
Re: Jaquez Jose #1S  
390' FSL, 1680' FEL, Section 24, T30N, R12W, San Juan County  
30-045-33602

Dear Mr. Stogner:

Burlington Resources is in receipt of XTO's letter, dated March 20, 2006 objecting to our request for non-standard location on the Jaquez Jose #1S. We spent a large amount of time working with the surface owners and developers in this area before selecting this non-standard location.

Due to XTO's protest, however, Burlington Resources would like to withdraw our request at this time for a non-standard location approval. We will investigate other ways of drilling a Fruitland Coal well in this quarter-section, including the potential to possibly drill this well directionally.

Sincerely,



Joni Clark  
Sr. Staff Regulatory Specialist

xc: Mr. Chris Spencer  
XTO Energy Inc.  
810 Houston St Ste 2000  
Fort Worth, TX 76102-6298

2006 MAR 23 PM 1 13

**Stogner, Michael, EMNRD**

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**From:** Clark Joni [JClark@br-inc.com]  
**To:** Stogner, Michael, EMNRD  
**Cc:**  
**Subject:** Jaquez Jose #1-S  
**Attachments:**

**Sent:** Wed 3/22/2006 8:32 AM

Dear Mr. Stogner,

We are in receipt of XTO's letter, dated March 20, 2006 objecting to our request for Non-Standard location for the Jaquez Jose #1S. XTO did not contact us before filing the protest, so we have not had an opportunity to discuss them alternative ways of developing this property. We spent a large amount of time working with the surface owr and developers in this area before selecting this Non-Standard location. Due to XTO's protest, Burlington Resour would like to withdraw our request at this time. We will investigate other ways of drilling a Fruitland Coal well in th quarter-section, including the potential to possibly drill this well directionally. We will follow this email notice to yo with a written request to withdraw.

Joni Clark  
Burlington Resources  
Sr. Staff Regulatory Specialist  
505-326-9701  
jclark@br-inc.com

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2006 MAR 21 AM 11 04

March 20, 2006

**VIA FEDEX OVERNIGHT**

Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
1220 S St Francis Dr  
Santa Fe NM 87504

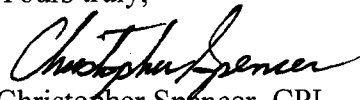
Re: Protest to Application for Administrative Approval of Unorthodox Location  
Burlington Resources Oil & Gas Company LP – Jaquez Jose #1S  
390' FSL and 1,680' FEL, Section 24, T30N, R12W  
San Juan County, New Mexico

Dear Mr. Stogner:

On this date, XTO Energy Inc. received notice of application by Burlington Resources Oil & Gas Company LP for an unorthodox location for the Jaquez Jose #1S Well. Due to the close proximity of the proposed well location to an existing XTO Fruitland Coal unit, please consider this notice that XTO Energy Inc. intends to protest Burlington's unorthodox location application.

Please advise of the date that this matter will be set for hearing.

Yours truly,

  
Christopher Spencer, CPL  
Landman

/cks

cc: Joni Clark, Burlington Resources Oil & Gas Company, LP

**From:** Clark Joni [mailto:JClark@br-inc.com]  
**Sent:** Tue 3/21/2006 12:46 PM  
**To:** Stogner, Michael, EMNRD  
**Subject:** RE: Jose Jaquez #1-S

After extensive research to locate the Division Order approving the NSL application on the Jose Jaquez #1, it was found that no NSL application was ever filed on the parent well. We apologize for the oversight on our part, and I am therefore filing a NSL application this week on the Jose Jaquez #1. We realize the Jaquez Jose #1S cannot be approved before this application is approved also. Please let me know if you have any other questions. Thanks.

**From:** Stogner, Michael, EMNRD [mailto:michael.stogner@state.nm.us]  
**Sent:** Monday, March 20, 2006 9:38 AM  
**To:** Clark Joni  
**Cc:** Hayden, Steven, EMNRD  
**Subject:** RE: Jose Jaquez #1-S

So that I can reference the Division Order number in my approval for this well, please site the Division Order approving the original Basin-Fruitland coal gas well in the S/2 of Sec. 24-T30N-R12W (Jose Jaquez #1; 30-045-09341; located 2060' FSL & 1460' FWL-Unit K). Thanks.

Confidentiality Notice: This e-mail, including all attachments is for the sole use of the intended recipient(s) and may contain confidential and privileged information. Any unauthorized review, use, disclosure or distribution is prohibited unless specifically provided under the New Mexico Inspection of Public Records Act. If you are not the intended recipient, please contact the sender and destroy all copies of this message. --  
This email has been scanned by the Sybari - Antigen Email System.

**Stogner, Michael, EMNRD**

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**From:** Stogner, Michael, EMNRD  
**To:** Joni Clark  
**Cc:** Hayden, Steven, EMNRD  
**Subject:** RE: Jose Jaquez #1-S  
**Attachments:**

**Sent:** Mon 3/20/2006 9:38 AM

So that I can reference the Division Order number in my approval for this well, please site the Division Order approving the original Basin-Fruitland coal gas well in the S/2 of Sec. 24-T30N-R12W (Jose Jaquez #1; 30-045-09341; located 2060' FSL & 1460' FWL-Unit K). Thanks.

**BURLINGTON**  
**RESOURCES**  
San Juan Division

PTASD-607653 930  
Susp. Date: 4-5-2006

Sent Federal Express

March 14, 2006

Mr. Michael Stogner  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87504

Re: Jaquez Jose #1S  
390' FSL, 1680' FEL, Section 24, T30N, R12W, San Juan County  
30-045-33602

Dear Mr. Stogner:

Burlington Resources is applying for administrative approval of an unorthodox gas well location for the Basin Fruitland Coal. The subject well was staked at this location due to steep terrain, archaeology sites and future development of the surrounding area within the legal spacing window for the formations. The surface owner requested this location for a less visual impact, as well as noise abatement for the future development of this pristine area. As a result, no suitable location could be found within the window. Consequently, this location was staked non-standard for these formations to best fit the terrain, archeology and alleviate any surface owner concerns.

The following attachments are for your review:

- Approved application for Permit to Drill and C-102 at referenced location
- Offset operators / owners plat
- 9 Section plat
- Topographic map of Section 24
- Aerial Photography Map
- Archeological Site Map

Copies of this application are being submitted to offset operator / working interest owners by certified mail. Please let me know if you have any questions about this application.

Sincerely,



Joni Clark  
Regulatory Specialist

Re: Jaquez Jose #1S  
390' FSL, 1680' FEL, Section 24, T30N, R12W, San Juan County  
30-045-33602

I hereby certify that the following offset owners/operators have been notified by certified mail of our application for administrative approval for non-standard well location of the above well.

XTO Energy Inc.  
810 Houston St Ste 2000  
Fort Worth, TX 76102-6298



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work DRILL	5. Lease Number NMSF-077482 Unit Reporting Number NMNM-102950
1b. Type of Well GAS	6. If Indian, All. or Tribe
2. Operator <b>BURLINGTON</b> RESOURCES Oil & Gas Company	7. Unit Agreement Name
3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700	8. Farm or Lease Name Jaquez Jose 9. Well Number #1S
4. Location of Well 390' FSL, 1680' FEL Latitude 36° 47.5013'N, Longitude 108° 02.7572'W	10. Field, Pool, Wildcat Basin Fruitland Coal 11. Sec., Twn, Rge, Mer. (NMPM) Sec. 24, T30N, R12W API # 30-045-33602
14. Distance in Miles from Nearest Town 3.5 miles intersection Hwy 516 & CR 3500	12. County San Juan 13. State NM
15. Distance from Proposed Location to Nearest Property or Lease Line 390'	
16. Acres in Lease	17. Acres Assigned to Well 8/2 320 acres
18. Distance from Proposed Location to Nearest Well, Drig, Compl, or Applied for on this Lease	
19. Proposed Depth 2220'	20. Rotary or Cable Tools Rotary
21. Elevations (DF, FT, GR, Etc.) 5753' GR	22. Approx. Date Work will Start
23. Proposed Casing and Cementing Program See Operations Plan attached	
24. Authorized by: <u>Joni Clark</u> Regulatory Specialist	<u>2/17/06</u> Date

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

Archaeological Report attached

Threatened and Endangered Species Report attached

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

OPERATOR

ACT II  
South First, Artesia, N.M. 88210

ESTRICT III  
000 Rio Brazos Rd., Astec, N.M. 87410

ESTRICT IV  
040 South Pacheco, Santa Fe, NM 87505

# OIL CONSERVATION DIVISION

2040 South Pacheco  
Santa Fe, NM 87505

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

☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-045-	<sup>2</sup> Pool Code 71629	<sup>3</sup> Pool Name Basin Fruitland Coal
<sup>4</sup> Property Code 7156	<sup>5</sup> Property Name JAQUEZ JOSE	<sup>6</sup> Well Number 1S
<sup>7</sup> OGHD No. 14538	<sup>8</sup> Operator Name BURLINGTON RESOURCES OIL AND GAS COMPANY LP	<sup>9</sup> Elevation 5763'

### <sup>10</sup> Surface Location

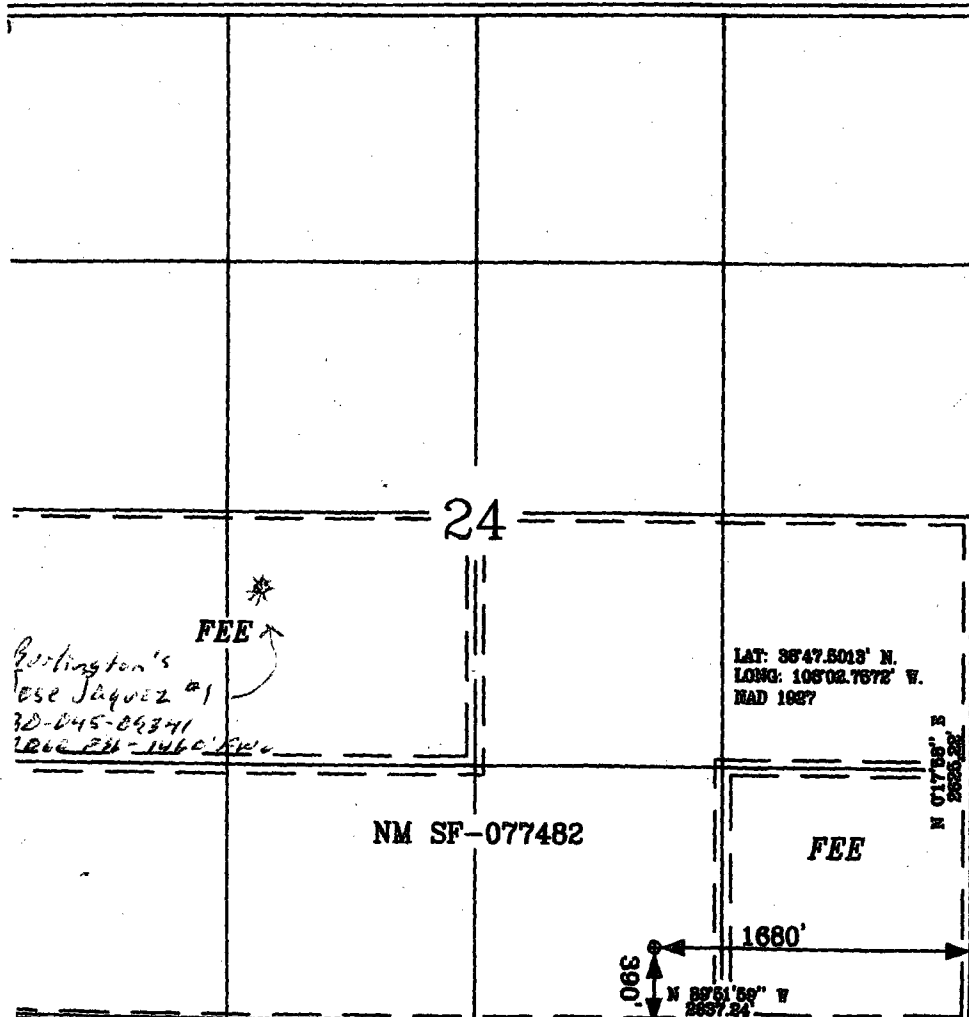
UL or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
0	24	30-N	12-W		390'	SOUTH	1680'	EAST	SAN JUAN

### <sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
0									

<sup>12</sup> Dedicated Acres 320 acres - S/2	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> 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



### 17 OPERATOR CERTIFICATION

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

*Patsy Clugston*  
Signature

Patsy Clugston  
Printed Name

Sr. Regulatory Specialist  
Title

12-15-05  
Date

### 18 SURVEYOR CERTIFICATION

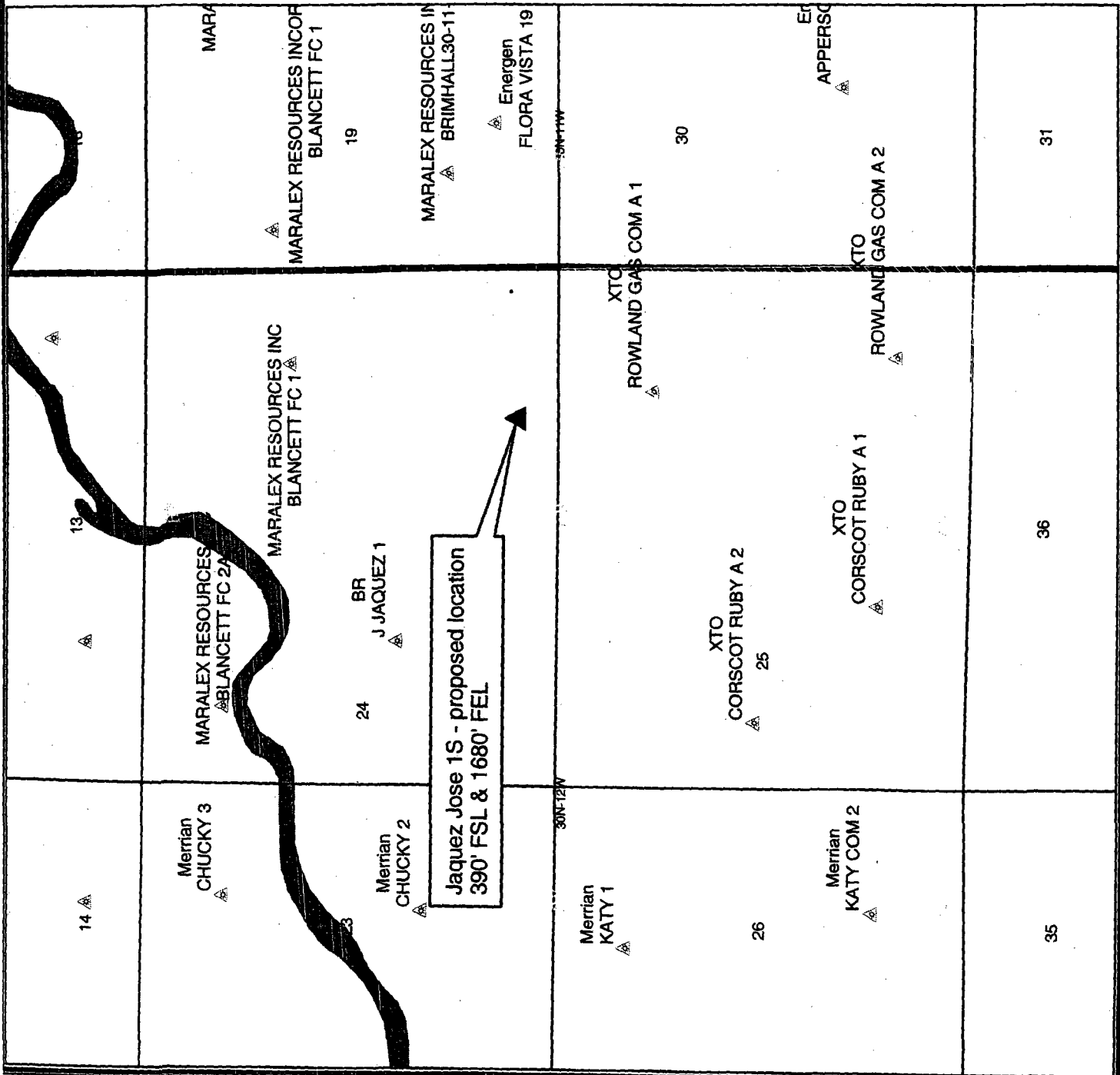
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey: 11-30-05

Signature: *Colin W. Russell*  
Certified Professional Surveyor

NEW MEXICO  
LICENSED PROFESSIONAL SURVEYOR  
15703  
Certificate Number: 15703

Standard 640-acre Section



**Legend**

**OFFSET OPERATOR:**  
 XTO ENERGY INC.  
 FRUITLAND COAL

**AZTEC**  
**BLOOMFIELD**  
**FARMINGTON**  
 San Juan Federal Units  
 Sections\_(SJD)  
 Townships\_(SJD)  
 U.S. Water Bodies (SJD)

**BURLINGTON RESOURCES**

**PLAT**

© Unpublished Work, Burlington Resources, Inc.

**Scale:** 1" equals 1,859'

**Projection:** GCS North American 1927

**North Arrow**

**Scale Bar:** 0 500 1,000 2,000 3,000 4,000 Feet

**BURLINGTON RESOURCES**

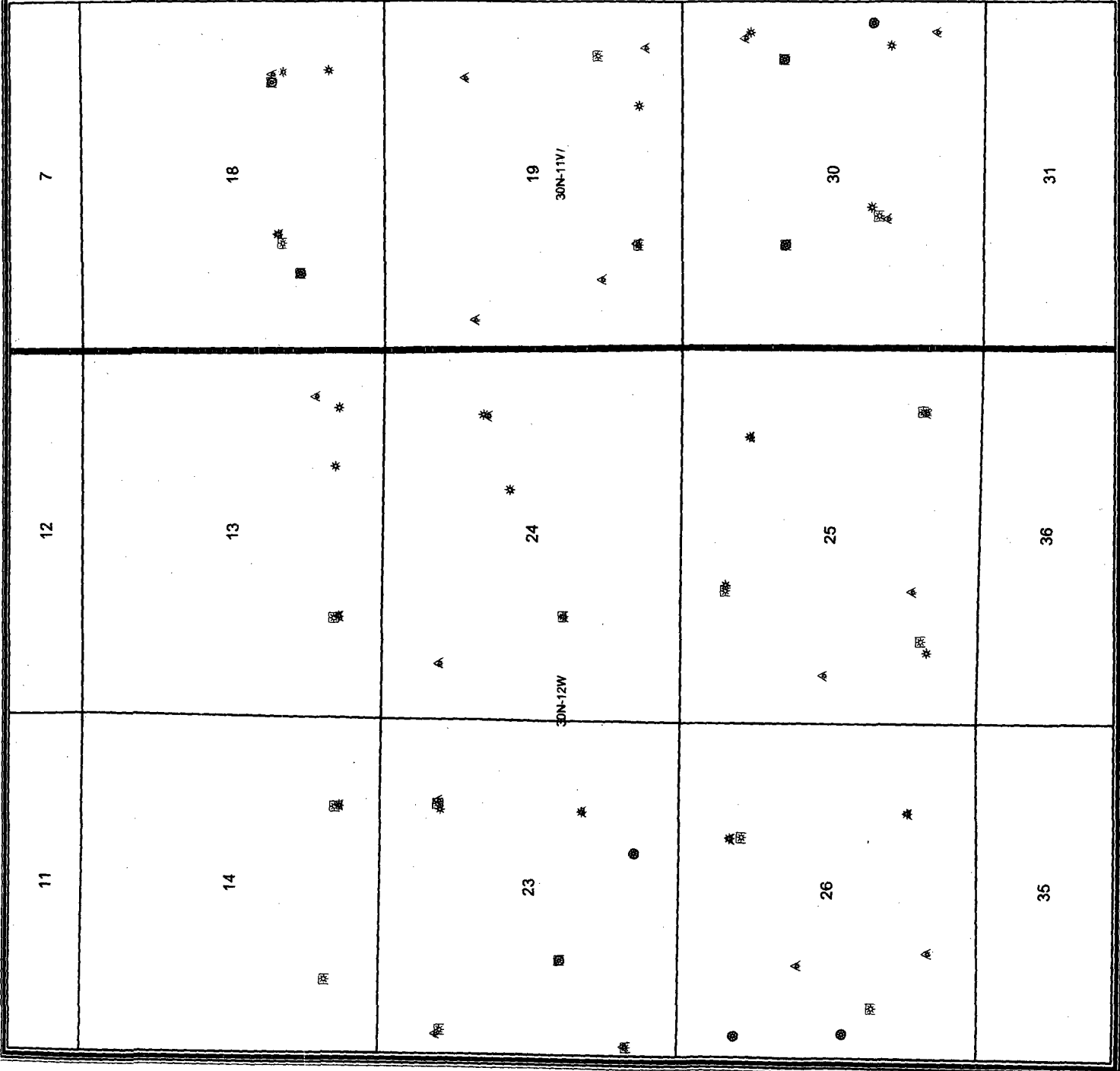
**San Juan**

**Jaquez Jose 1S - NSL**

**OFFSET OPERATOR MAP**

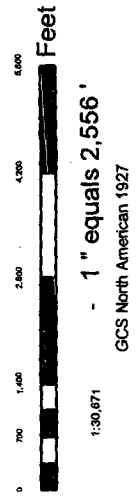
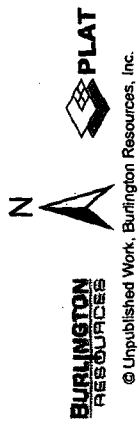
Sec. 24 T30N R12W  
 San Juan County, NM

Prepared By: bdm1 Date: 3/13/2008  
 File Number: Revised Date: 3/13/2008  
 File Name: c:\data\boom1\Projects\Jaquez Jose 1S - NSL.mxd

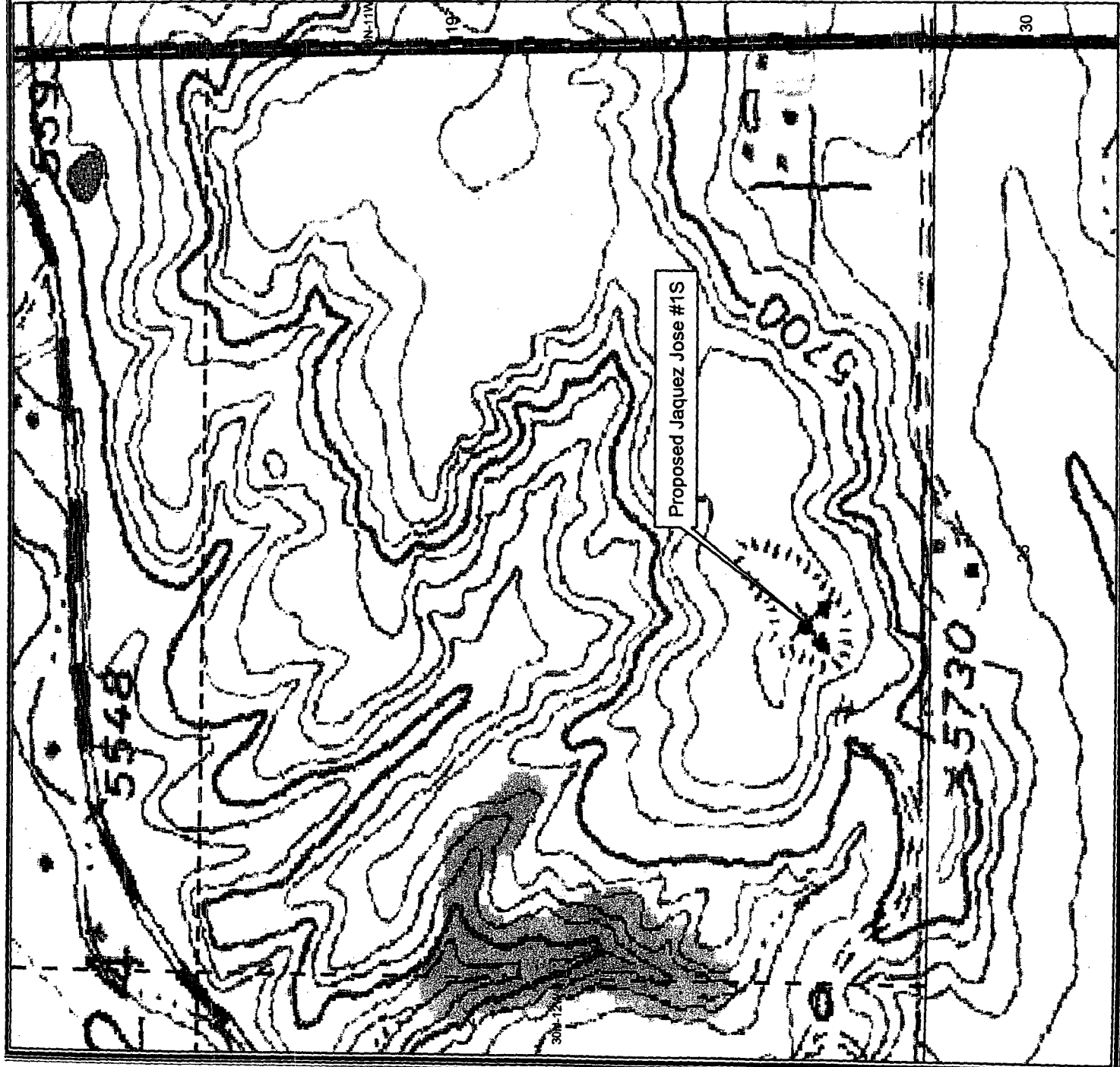


**Legend**

- <all other values>
- ▲ FARMINGTON
- ▲ FRUITLAND COAL
- \* PICTURED CLIFFS
- \* CHACRA
- MESAVERDE
- DAKOTA
- San Juan Federal Units
- Sections\_(SJD)
- Townships\_(SJD)



<b>BURLINGTON RESOURCES</b>	
<i>San Juan</i>	
<b>Jaquez Jose #1S</b>	
<b>9 Section Plat</b>	
Sec. 24, T30N, R12W, NMMPM	
Prepared By: JAC3	Date: 3/9/2006
File Number:	Revised Date: 3/9/2006
File Name: C:\plat\Public\Protects\Pauline's Map\Pauline's Map.mxd	



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1:6,243 1" equals 520'

GCS North American 1927

BURLINGTON RESOURCES

San Juan

# Jaquez Jose #1S Topography Map

Sec 24, T 30N, R12W, NMPM

Prepared By: JGC Date: 3/9/2006  
File Number: Revised Date: 3/9/2006  
File Name: c:\plat\Public\Protects\Pauline's Map\Pauline's Map.mxd

Legend

- Sections\_(SJD)
- Townships\_(SJD)

San Juan Aerial Photography BLM

RGB

- Red: Band\_1
- Green: Band\_2
- Blue: Band\_3



BURLINGTON  
RESOURCES



© Unpublished Work, Burlington Resources, Inc.



1:5,000

1" equals 500'

GCS North American 1927

Proposed Jaquez Jose #1S

BURLINGTON RESOURCES

San Juan

# Jaquez Jose #1S Aerial Photograph Map

Sec 24, T30N, R12W, NMPM

Prepared By: JKC Date: 3/9/2006  
File Number: Revised Date: 3/9/2006  
File Name: c:\JanPublic\Projects\Pauline's Map\Pauline's Map.mxd

Flora Vista, N.M. Quadrangle 1979

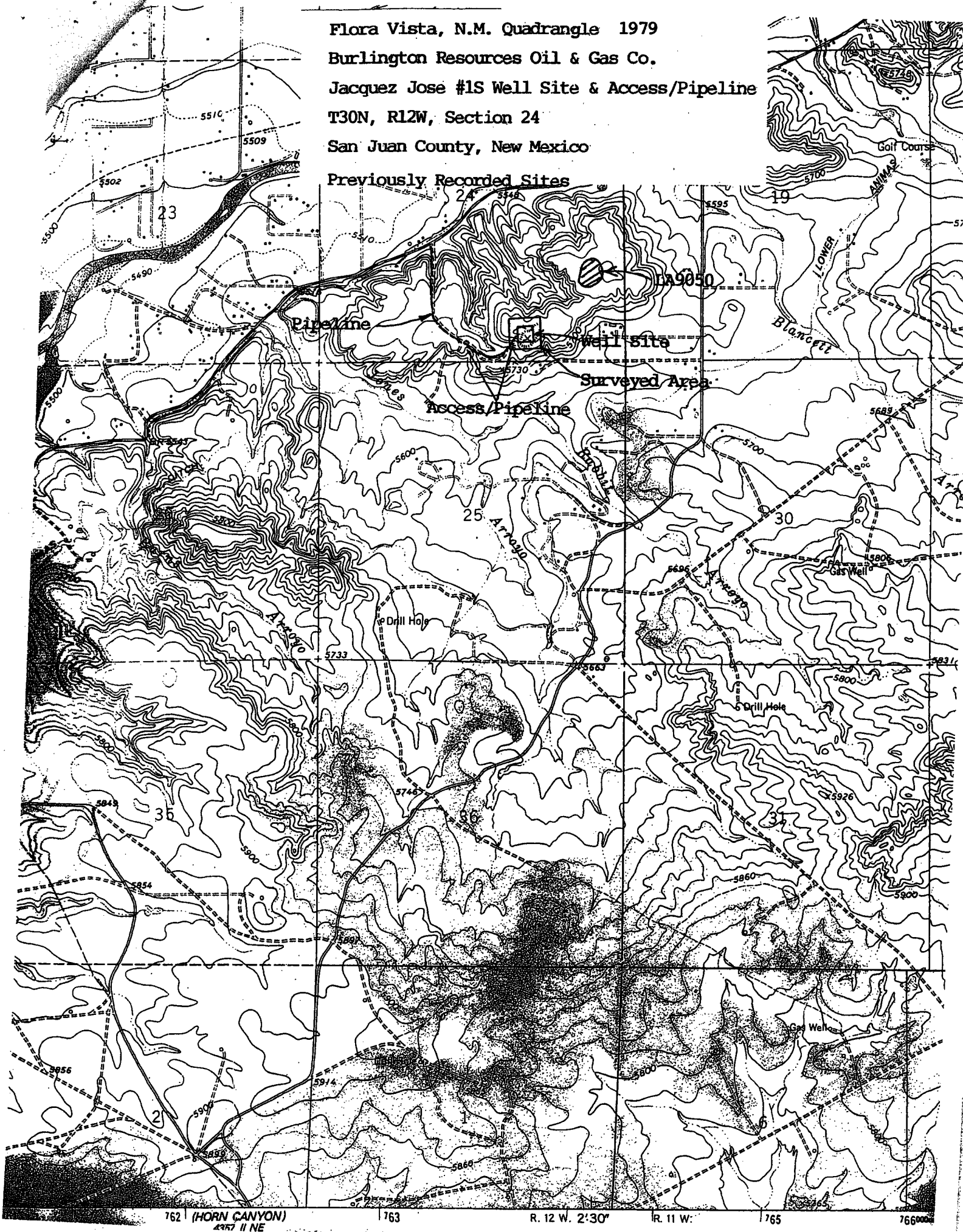
Burlington Resources Oil & Gas Co.

Jacquez Jose #1S Well Site & Access/Pipeline

T30N, R12W, Section 24

San Juan County, New Mexico

Previously Recorded Sites



762 (HORN CANYON)  
4957 11 NE

763

R. 12 W. 2:30"

R. 11 W:

765

766000