

Re. 10/20/80



Southland Royalty Company

October 20, 1980

hsl-1277

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 corner 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.

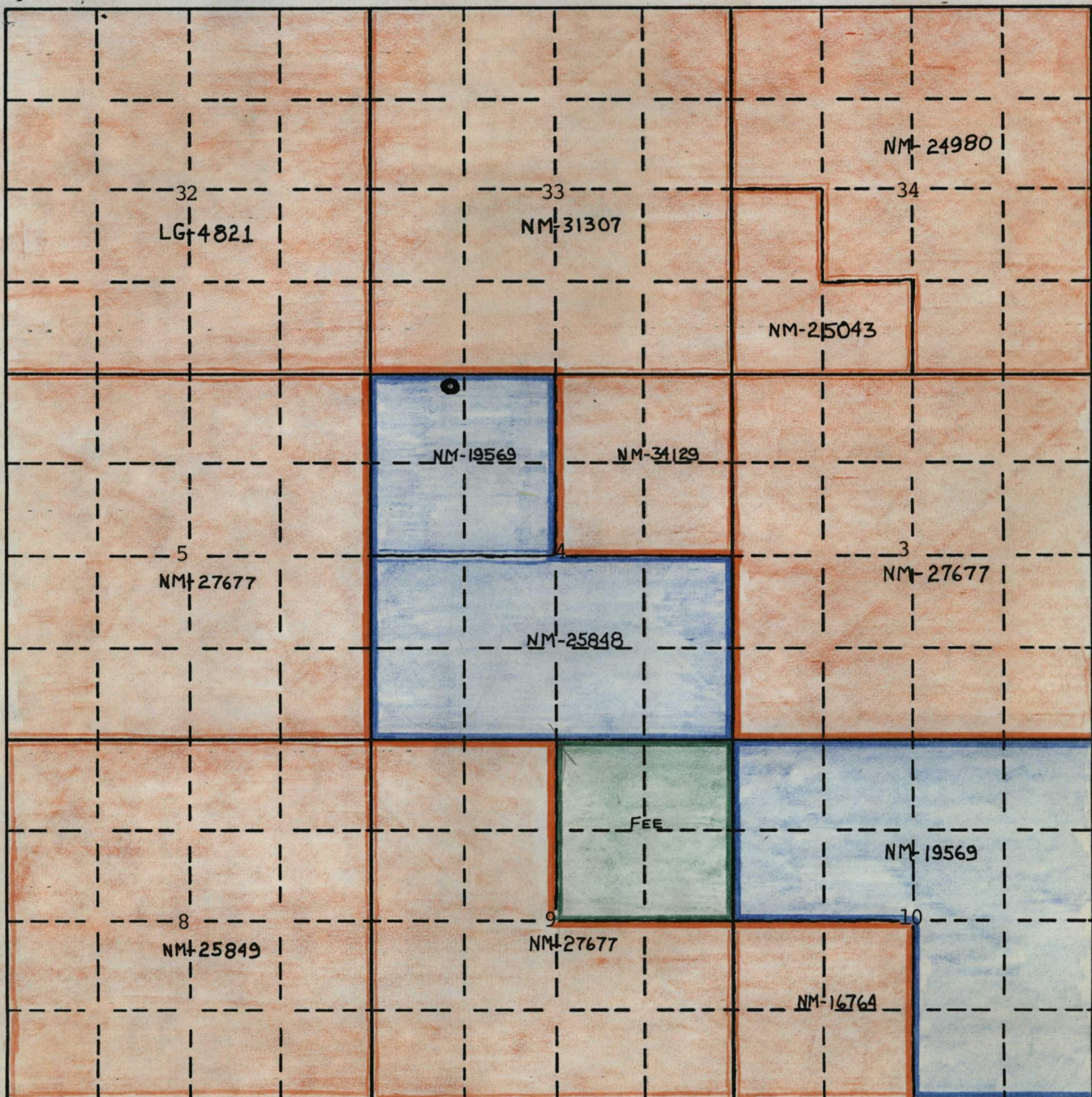
Date
10-10-80

I hereby certify that the well location shown on this plat was plotted from field notes 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.

REGISTERED
Date Surveyed
October 9, 1980

Registered Professional Engineer
and Lead 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.
BY 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.

MOUNTAIN FUEL SUPPLY COMPANY

BY

[Signature]
Attorney in Fact

(Signature of lessee)

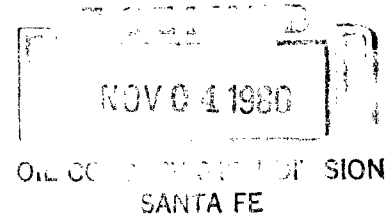
July 31, 1980

(Date)

P. O. Box 11368, Salt Lake City, UT 84139

(Address)

OIL CONSERVATION COMMISSION
Cyfer DISTRICT



OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE October 30, 1980

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL ✓ _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

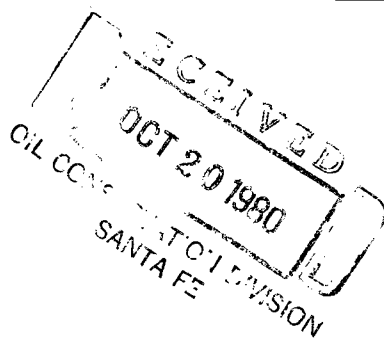
I have examined the application dated October 13, 1980
for the Southland Royalty Co. Savage # 2 D-4-22N-12W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Docket for hearing. Surface investigation by this office
does not indicate an archeological site. Road was allowed to
go ~~down~~ through site. Second archeologist opinion is needed.

Yours very truly,

Frank S. Chang



Southland Royalty Company

October 15, 1980

Sun Oil Company
Mr. Joe A. Pearce
12850 Hillcrest Road
Dallas, TX 75230

Gentlemen:

Southland Royalty Company has requested approval from the New Mexico Oil Conservation Division for an unorthodox well location for the Tsaya #2. The proposed location is 155' FNL & 1115' FWL, Section 4, T22N, R12W, San Juan County, New Mexico.

This wellsite has been requested by the Bureau of Land Management in order to avoid disturbing archaeological site SJC-644 as outlined on the attached map.

According to our records, Southland operates all offset acreage. However, Sun Oil Company operates acreage as close as one mile. Therefore, we are requesting your approval of this unorthodox wellsite.

Please indicate your approval by signing the waiver below and sending one copy of this letter to New Mexico Oil Conservation Division, P. O. Box 2088, Santa Fe, NM 87501.

We will appreciate your cooperation in this matter.

Sincerely,

SOUTHLAND ROYALTY COMPANY

Robert E. Fielder
District Engineer

REF/ke

Attachment

cc: Joe Ramey
Dick Stamets

W A I V E R

_____ hereby waives objection to Southland Royalty Company's application for unorthodox location for their Tsaya #2 well as proposed above.

Date: _____ By: _____

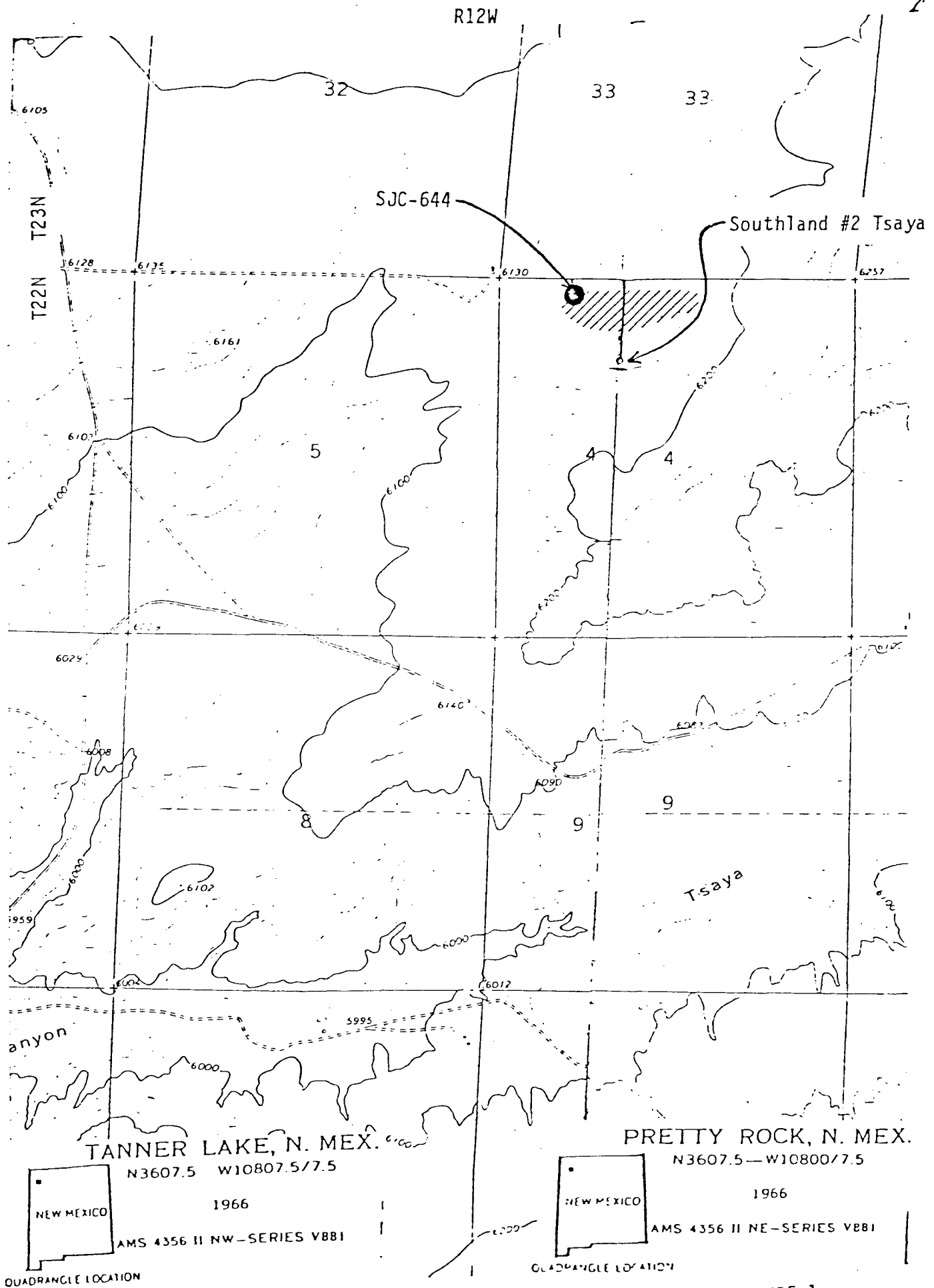


FIGURE 1



Southland Royalty Company

October 9, 1980

Mr. Joe D. Ramey
New Mexico Department of Energy and Minerals
Oil and Gas Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

Southland Royalty Company hereby requests approval of an unorthodox location for the Tsaya #2 well. The proposed location is 155' FNL and 1115' FWL, Section 4, T22N, R12W, San Juan County, New Mexico.

This move was requested by the Bureau of Land Management to avoid disturbing archeological site SJC-644 as outlined on the attached topographic map.

Southland Royalty Company operates all offset acreage.

Sincerely,

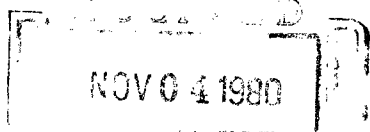
SOUTHLAND ROYALTY COMPANY

R. E. Fielder

Robert E. Fielder
District Engineer

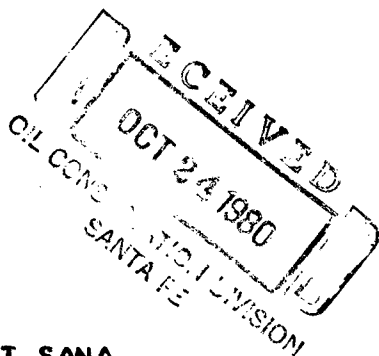
REF/ke

xc: Mr. Frank Chavez
NMOCD - Aztec



OIL CO. DIVISION
SANTA FE





WJ AGENT SANA

V+

WJ AGENT SANA

800P MDT

AYB086(1455)(1-015551C294)PD 10/20/80 1455

TLX MFS SLC

ZCZC 1 SALT LAKE CITY UT OCTOBER 20 1980

PMS OIL CONSERVATION COMMISSION

STATE LAND OFFICE BUILDING

SANTA FE NM 87501

MOUNTAIN FUEL AS A WORKING INTEREST OWNER OF AN OFFSET LOCATION
CONSENTS TO SOUTHLAND ROYALTY UNORTHODOX LOCATION IN SECTION 4
T22N R12W, SAN JUAN COUNTY.

MOUNTAIN FUEL SUPPLY COMPANY

J L HEALEY, ATTORNEY-IN-FACT

NNNN