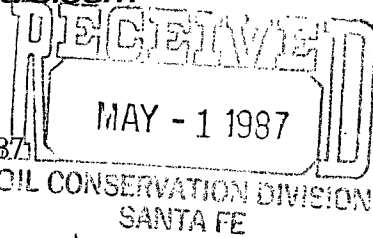




Union Texas Petroleum



April 29, 1987

375 U.S. Highway 64  
Farmington, New Mexico 87401  
Telephone (505) 325-3587

Mr. David Catanach  
N.M. Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501-2088

Re: Unorthodox Location  
Starr #3M  
2280' FNL & 1180' FWL  
Section 5, T26N-R8W  
San Juan County, NM

Dear Mr. Catanach:

Union Texas Petroleum wishes to advise that the following operators have been notified of our request to drill an unorthodox location for this Basin Dakota-Blanco Mesaverde test:

Tenneco Oil Company  
Meridian Oil, Inc.  
Southern Union Exploration

A copy of the letters to the offset operators is attached. I am sorry for any inconvenience that may have been caused. If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank  
Permit Coordinator

RCF:lmg  
attachments (3)



**Union Texas Petroleum**

April 29, 1987

375 U.S. Highway 64  
Farmington, New Mexico 87401  
Telephone (505) 325-3587

Southern Union Exploration  
334 US Highway 64  
Farmington, New Mexico 87401

Re: Unorthodox Location  
Starr #3M  
2280' FNL & 1180' FWL  
Section 5, T26N-R8W  
San Juan County, NM

Gentlemen:

Union Texas Petroleum desires to drill a Basin Dakota-Blanco Mesaverde dually completed test at an unorthodox location of 2280' FNL and 1180' FWL. A standard location of 1850' FSL would require substantial dirt excavation, as well as impact an archaeological site.

As an offset operator we are required to notify you of our intentions. If you do not approve of our proposal, you have twenty days from this date to notify the Director of the Oil Conservation Division in Santa Fe, New Mexico. If you are in accord with our proposal, please acknowledge by signing and returning one copy of this letter to Union Texas Petroleum at your earliest convenience.

Very truly yours,

Robert C. Frank  
Permit Coordinator

RCF:lmg  
attachment

Acknowledgement:

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---

Title



**Union Texas Petroleum**

April 29, 1987

375 U.S. Highway 64  
Farmington, New Mexico 87401  
Telephone (505) 325-3587

Meridian Oil, Inc.  
P. O. Box 4289  
Farmington, NM 87499

Re: Unorthodox Location  
Starr #3M  
2280' FNL & 1180' FWL  
Section 5, T26N-R8W  
San Juan County, NM

Gentlemen:

Union Texas Petroleum desires to drill a Basin Dakota-Blanco Mesaverde dually completed test at an unorthodox location of 2280' FNL and 1180' FWL. A standard location of 1850' FSL would require substantial dirt excavation, as well as impact an archaeological site.

As an offset operator we are required to notify you of our intentions. If you do not approve of our proposal, you have twenty days from this date to notify the Director of the Oil Conservation Division in Santa Fe, New Mexico. If you are in accord with our proposal, please acknowledge by signing and returning one copy of this letter to Union Texas Petroleum at your earliest convenience.

Very truly yours,

Robert C. Frank  
Permit Coordinator

RCF:lmg  
attachment

Acknowledgement:

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Title



**Union Texas Petroleum**

April 29, 1987

375 U.S. Highway 64  
Farmington, New Mexico 87401  
Telephone (505) 325-3587

Tenneco Oil Company  
P. O. Box 3249  
Englewood, Colorado 80155

Re: Unorthodox Location  
Starr #3M  
2280' FNL & 1180' FWL  
Section 5, T26N-R8W  
San Juan County, NM

Gentlemen:

Union Texas Petroleum desires to drill a Basin Dakota-Blanco Mesaverde dually completed test at an unorthodox location of 2280' FNL and 1180' FWL. A standard location of 1850' FSL would require substantial dirt excavation, as well as impact an archaeological site.

As an offset operator we are required to notify you of our intentions. If you do not approve of our proposal, you have twenty days from this date to notify the Director of the Oil Conservation Division in Santa Fe, New Mexico. If you are in accord with our proposal, please acknowledge by signing and returning one copy of this letter to Union Texas Petroleum at your earliest convenience.

Very truly yours,

Robert C. Frank  
Permit Coordinator

RCF:lmg  
attachment

Acknowledgement:

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---

Title



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 S. PACHECO  
SANTA FE, NEW MEXICO 87505  
(505) 827-7131

August 16, 1995

**Meridian Oil, Inc.**  
**P.O. Box 4289**  
**Farmington, New Mexico 87499-4289**

**Attention: Peggy Bradfield**

*Administrative Order NSL-2345-A*

Dear Ms. Bradfield:

Reference is made to your application dated June 15, 1995 for a non-standard Basin-Fruitland coal gas well location for your existing Starr Well No. 3M (API No. 30-045-26783) which was drilled in 1987 and dually completed in both the Blanco-Mesaverde and Basin-Dakota Pools at an unorthodox gas well location for both intervals (approved by Division Administrative Order NSL-2345, dated May 21, 1987) 2280 feet from the North line and 1180 feet from the West line (Unit E) of Section 5, Township 26 North, Range 8 West, NMPM, San Juan County, New Mexico.

It is our understanding that both the Mesaverde and Dakota intervals will be plugged back and abandoned and said well will be recompleted up-hole as a single Basin-Fruitland Coal (Gas) Pool well, which pursuant to the "*Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool*", as promulgated by Division Order No. R-8768, as amended, is also unorthodox. Further, Lots 1 through 4 and the S/2 N/2 (N/2 equivalent) of said Section 5 shall be dedicated to the well to form a standard 321.56-acre gas spacing and proration unit for said pool.

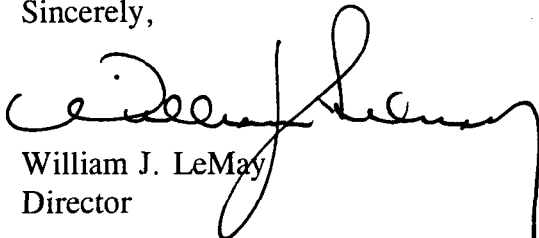
By the authority granted me under the provisions of Rule 8 of said Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

*Administrative Order NSL-2345-A*  
*Meridian Oil, Inc.*  
*August 16, 1995*  
*Page 2*

---

At this time the original Administrative Order NSL-2345 shall be placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the printed name and title. The signature is fluid and cursive, with a long horizontal stroke extending to the right and a vertical line dropping down from the end.

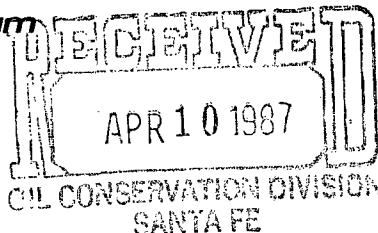
William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec  
U. S. Bureau of Land management - Farmington  
File: NSL-2345 ✓



Union Texas Petroleum



April 6, 1987

375 U.S. Highway 64  
Farmington, New Mexico 87401  
Telephone (505) 325-3587

Mr. William LeMay  
NM Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501-2088

NSL-2345  
RULE-104 F(I)

Re: Unorthodox Location  
Starr 3M  
2280' FNL & 1180' FWL  
Section 5-T26N-R8W  
San Juan County, NM

Dual { 320 Acre spacing / N1/2 Sect. 5  
Completion } Basin Dakota  
Blanco Mesaverde

Dear Mr. LeMay:

Union Texas Petroleum requests administrative approval of an unorthodox location for a Basin Dakota-Blanco Mesaverde dual completion. The basis for our request is for topographic reasons, as well as the close proximity to several archaeological sites.

~~No~~ offset operators have been notified as we are moving the location to the south and will not affect any other operators.

Very truly yours,

Robert C. Frank

Robert C. Frank  
Permit Coordinator

operators notified as per  
my request  
Rec'd May 1, 1987

DRC.

RCF:lmg

# NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-101  
Supersedes C-  
Effective 1-1-87

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

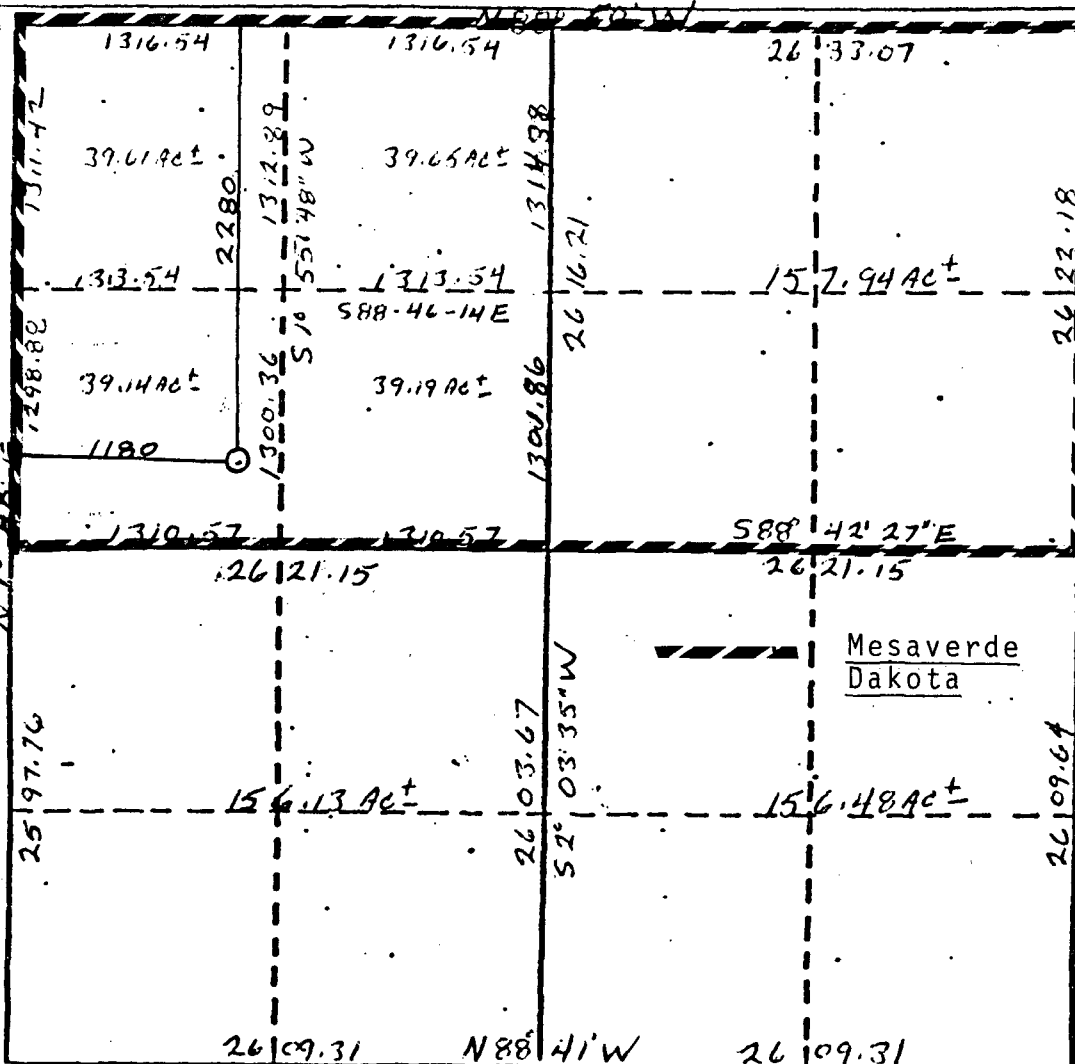
Operator <b>Union Texas Petroleum</b>			Lease <b>Starr</b>		Well No. <b>3-M</b>
Unit Letter <b>E</b>	Section <b>5</b>	Township <b>26N</b>	Range <b>8W</b>	County <b>San Juan</b>	
Actual Footage Location of Wells <div style="display: flex; justify-content: space-between;"> <span>2280 feet from the North line and</span> <span>1180 feet from the West line</span> </div>					
Ground Level Elev. <b>6342</b>	Producing Formation <b>Mesaverde/ Dakota</b>	Pool <b>Blanco/ Basin</b>	Dedicated Acreages <b>N/2 309.65</b>		

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.



## CERTIFICATION

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

*Robert C. Frank*

Name

Robert C. Frank

Position

Permit Coordinator

Company

Union Texas Petroleum

Date

April 6, 1987

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

*Cecil B. Tullis*

Date Surveyed

March 26, 1987

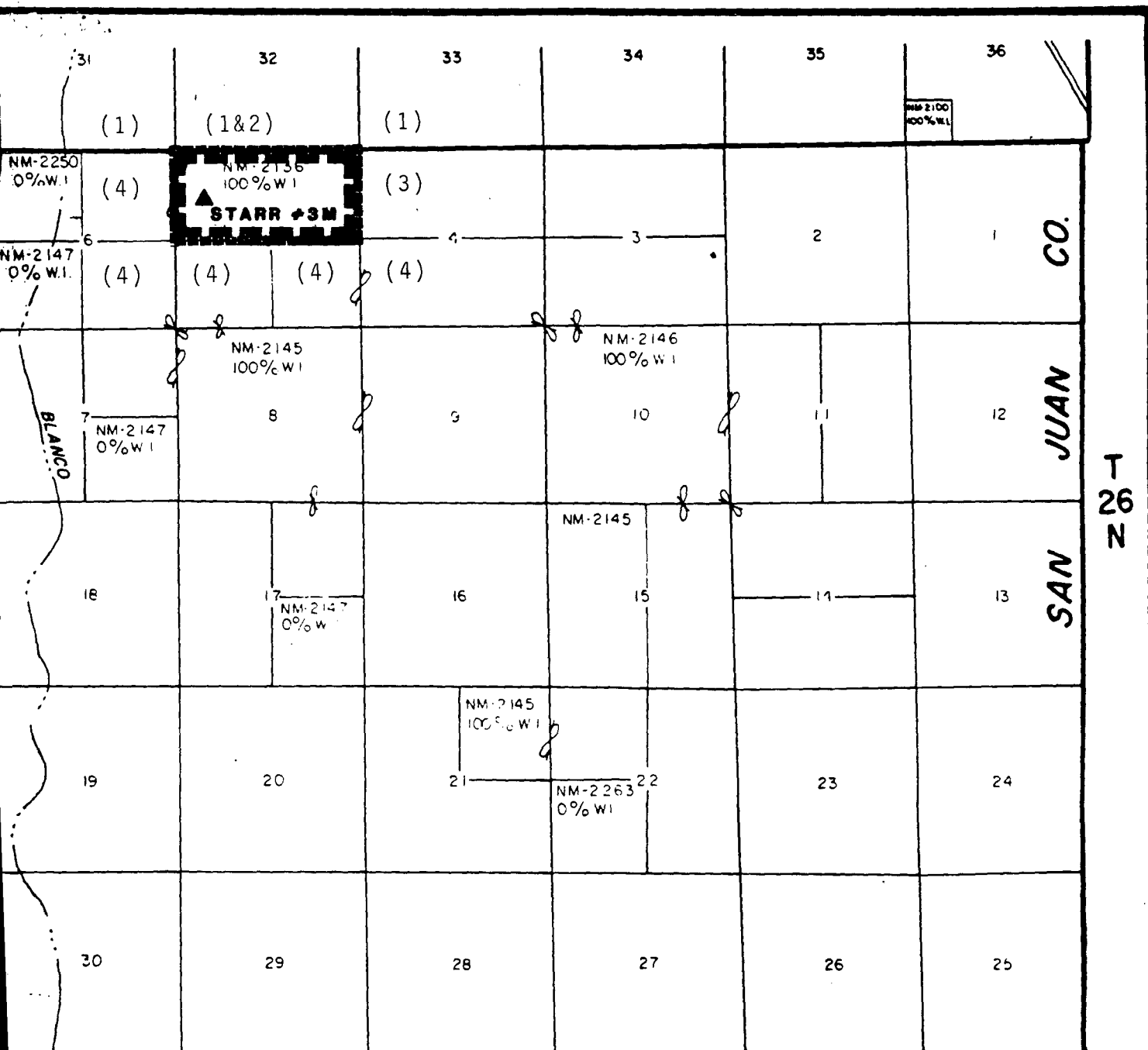
Registered Professional Engineer and/or Land Surveyor

Cecil B. Tullis

Certificate No.

9672





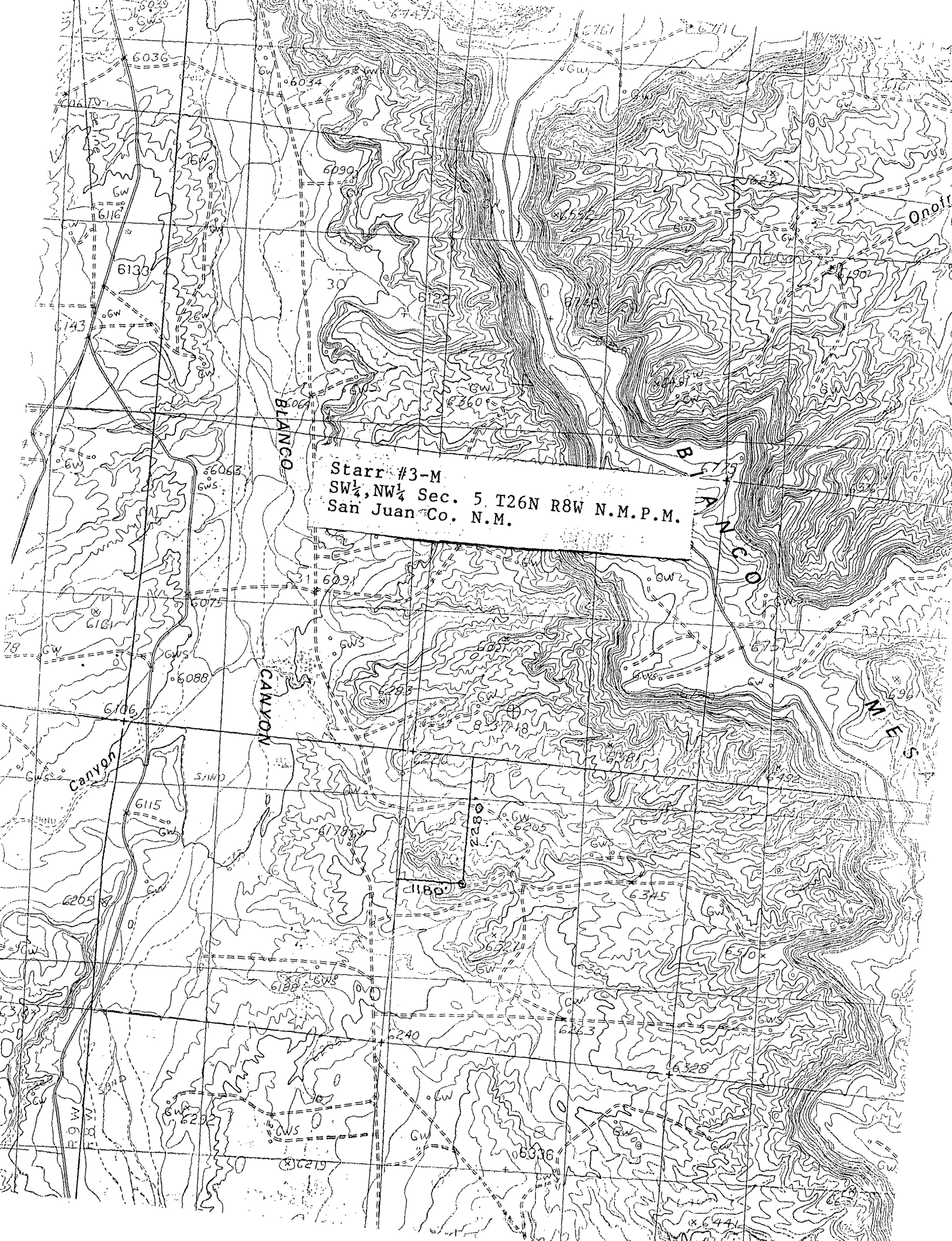
R 8 W

- (1) Tenneco
- (2) Meridian
- (3) Southern Union Exploration
- (4) Union Texas Petroleum



UNION TEXAS PETROLEUM CORPORATION
BALLARD AREA
SAN JUAN COUNTY, NEW MEXICO
LAND MAP
STARR #3-M
SCALE IN FEET
4000 0 4000 8000

Starr #3-M  
SW $\frac{1}{4}$ , NW $\frac{1}{4}$  Sec. 5 T26N R8W N.M.P.M.  
San Juan Co. N.M.

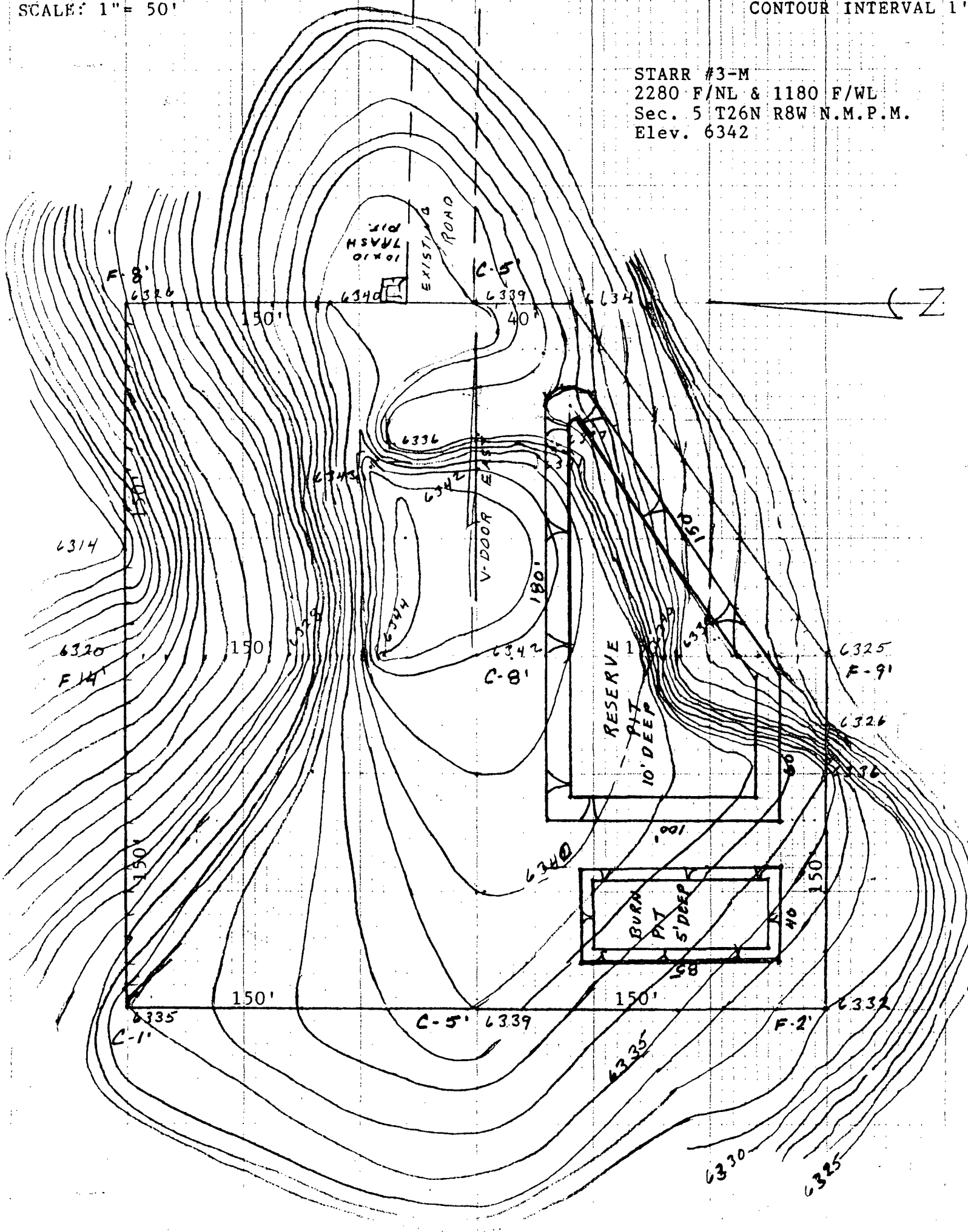


# UNION TEXAS PETROLEUM CORPORATION

SCALE: 1" = 50'

CONTOUR INTERVAL 1'

STARR #3-M  
2280 F/NL & 1180 F/WL  
Sec. 5 T26N R8W N.M.P.M.  
Elev. 6342



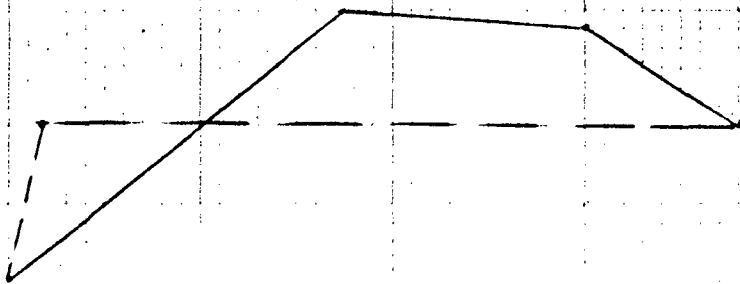
# UNION TEXAS PETROLEUM CORPORATION

STARR #3-M

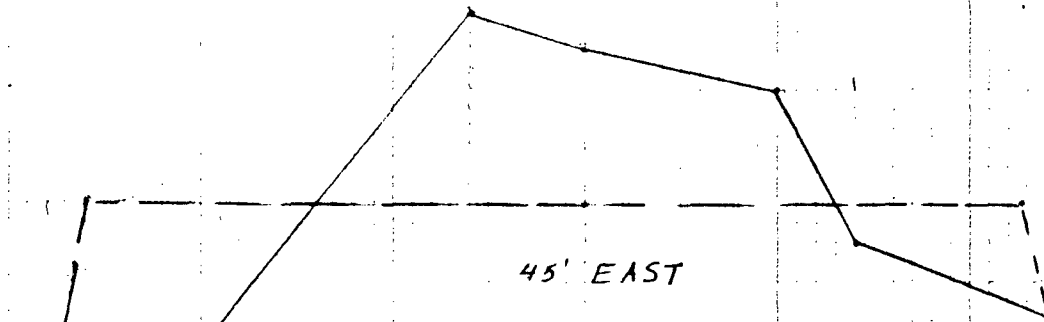
SCALE: HORZ. 1"=50'  
VERT. 1"=10'

AVERAGE CUT....10,917 CU. YDS  
AVERAGE FILL....5,022 CU. YDS  
PIT EXCAVATION...4,519 CU. YDS

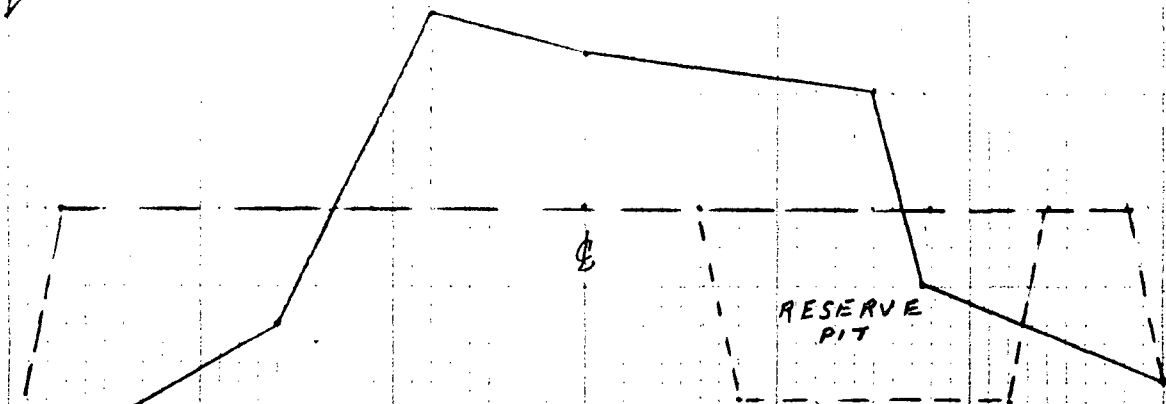
6334



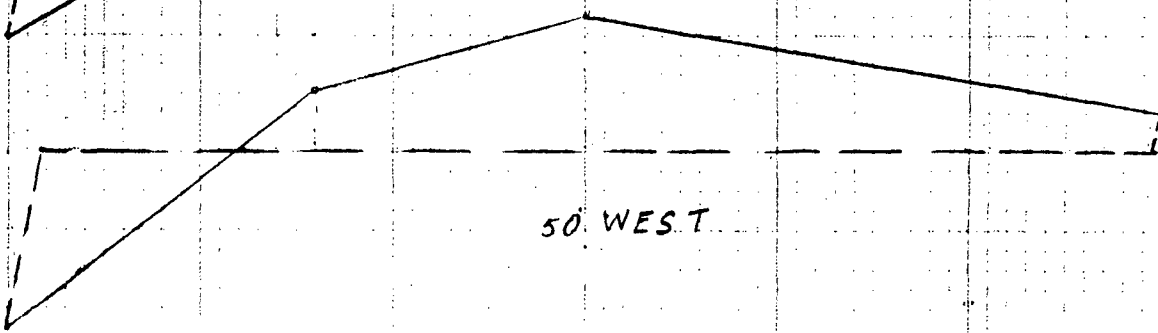
6334



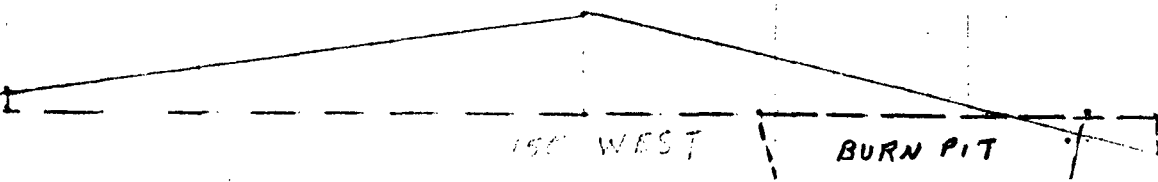
6334



6334



6334





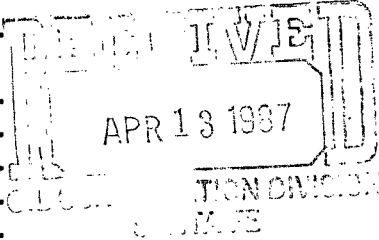
STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD  
AZTEC, NEW MEXICO 87410  
(505) 334-6178

OIL CONSERVATION DIVISION  
BOX 2088  
SANTA FE, NEW MEXICO 87501

DATE 4-10-87

RE: Proposed MC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL X \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_



*NSL-2345*

Gentlemen:

I have examined the application dated 4-9-87  
for the Union Texas Petroleum Corp. Starr #3M E-5-2W-7W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

*E. Busch*