ARAPAHOE DRILLING CO.

P.O. BOX 2078 • FARMINGTON, NEW MEXICO 87401

JOHN E. SCHALK MANAGING PARTNER AREA CODE 505 TELEPHONE: 325-5018

August 2, 1974

Continental Oil Company P. O. Box 460 Hobbs, New Mexico 88240

Attention: Mr. Paul Thompson

Division Manager

Gentlemen:

Enclosed is a copy of Lone Star Industries' Application to the New Mexico Oil Conservation Commission for approval of non-standard locations in Section 24, Township 29 North, Range 5 West, Rio Arriba County, New Mexico.

As an offset operator, Continental Oil Company should be notified of the applicant's request as submitted to the Commission.

If Continental Oil Company has no objection to the request as submitted, we would appreciate being so advised.

Your consideration of this request will be appreciated.

Yours very truly,

LONE STAR INDUSTRIES, INC

John E. Schalk

Agent

JES/1p

Enclosure

ARAPAHOE DRILLING CO.

P.O. BOX 2078 • FARMINGTON, NEW MEXICO 87401

JOHN E. SCHALK MANAGING PARTNER AREA CODE 505 TELEPHONE: 325-5018

August 2, 1974

El Paso Natural Gas Company P. O. Box 990 Farmington, New Mexico 87401

Attention: Mr. C. E. Matthews

Division Manager Productions

Gentlemen:

Enclosed is a copy of Lone Star Industries' Application to the New Mexico Oil Conservation Commission for approval of non-standard locations in Section 24, Township 29 North, Range 5 West, Rio Arriba County, New Mexico.

As an offset operator, El Paso Natural Gas Company should be notified of the applicant's request as submitted to the Commission.

If El Paso Natural Gas Company has no objection to the request as submitted, we would appreciate being so advised.

Your consideration of this request will be appreciated.

Yours very truly,

LONE STAR INDUSTRIES, INC.

John E. Schalk

Agent

JES/1p

Enclosure

NEW MEXICO OIL CONSERVATION COMMISSIO

WELL LOCATION AND ACERAGE DEDICATION PLAT

Operator	Lone Star Industries, Inc.			Legse Schalk 52 LONE SCHALK 52 LONE SCHALK 52 LONE SCHALK 52 LONE SCHALK 52						
Unit Letter	Section 24	Township 29 NORTH		Range 5 WEST			County	ARRIBA		
Actual Footage 2058	Location of Well: feet from the	BOUTH	line and		1312	fee	t from the	EAST	line	
Ground Level Ele 6508	- Todacing	Formation cured C1	iffs	Pool					Dedicated Avereage: 114.26	Acre

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 consolidated. (Use reverse side of this form if

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forcedpooling, 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.

John E. Schalk

Agent

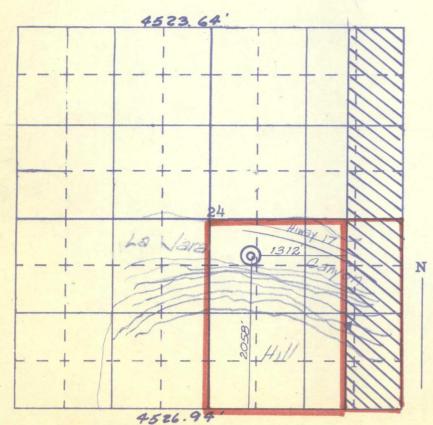
Lone Star Industries, Inc.

July 31, 1974

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.

9 October 197

Date Surveyed Registered Professional Engineer P. Certificate No.



NWU/1/5-972

ARAPAHOE DRILLING CO.

P.O. BOX 2078 • FARMINGTON, NEW MEXICO 87401 / O 4

JOHN E. SCHALK MANAGING PARTNER Sept 18

AREA CODE 505 TELEPHONE: 325.5018

July 31, 1974

Mr. A. L. Porter, Jr. Secretary-Director New Mexico Oil Conservation Commission P.O. Box 2088 Santa Fe, New Mexico 87501 OIL CONSERVATION COMM.

Dear Mr. Porter:

We wish to submit for your consideration a request for approval of the following non-standard producing unit:

Lone Star Industries, Inc., Schalk 52-2 (Pictured Cliffs) 2470 from the North Line, 695 from the East Line, Section 24, Township 29 North, Range 5 West, Rio Arriba County, New Mexico.

The Northeast quarter of Section 24, Township 29 North, Range 5 West, Rio Arriba County, New Mexico contains only 114.21 acres due to variations in legal subdivision which necessitates the non-standard producing unit.

Lone Star Industries, Inc. is the designated operator by way of a Farm-In from Aztec Oil and Gas Company, for all of Section 24, Township 29 North, Range 5 West, Rio Arriba County, New Mexico.

Your consideration of this application is greatly appreciated.

Yours very truly,

STAR INDUSTRIES, INC

John E. Schalk