

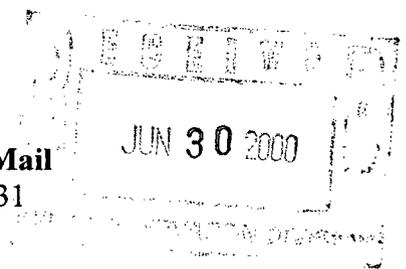


Cross Timbers Oil Company

June 28, 2000

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Certified Mail
4430 0431



**Re: Application for Administrative Approval of Unorthodox Location
Cross Timbers Operating Company's Fogelson Gas Com #1R Well
Proposed Location: 660' FEL & 1,980' FSL of Sec. 26-T30N-R11W
(NE/4 SE/4), Unit I, San Juan County, New Mexico (S/2 Dakota Unit)
Dakota Formation**

Dear Mr. Stogner:

Cross Timbers Operating Company hereby requests administrative approval for an unorthodox location for the captioned well. Attached for your reference are the following exhibits:

1. Well Location Plat (NMOCD Form C-102);
2. Ownership Map; and
3. List of Offset Owners.

The captioned well is a replacement well for the Cross Timbers Fogelson #1 well (API # 30-045-09122) which is currently shut-in and we plan to plug this well. The current rules state that the proposed replacement well be located no closer than 790' to any outer boundary of the quarter section on which the well is located and not closer than 130' to any quarter-quarter section line or subdivision inner boundary. The proposed location will not conform to the current footage requirements.

The area (approx. 5 acres) around the proposed location for the captioned well has been subjected to extensive run off. The soil makes a transition from a grassy sand loam to a loose clay-based soil with little vegetation and numerous Pinion and Juniper trees. At this time, this area of transition is not able to maintain water control and large amounts of topsoil are being lost downhill.

As this well is to be located on a federal lease, a BLM on-site inspection was conducted on June 21, 2000, with a BLM representative, Mr. Danny Randell. At that time, Mr. Randell indicated that our choice for a standard location (790' FEL & 1,850' FSL) would remove too many of the existing trees and that it would accelerate the topsoil loss currently being experienced in the area. He preferred that the well be moved uphill to the sandy loam area (660' FEL & 1,980' FSL). The BLM has suggested that during the construction of the well pad, the existing washes can be improved to protect our location and result in better water control around the clay-based area. Also, water from the hill above the drill pad will have a better chance of being diverted into the two improved washes located on the east and west side of the lower clay area.

Fogelson Gas Com #1R
NMOCD
June 28, 2000
Page 2

In summary, Cross Timbers and the BLM feel that if our location is approved the entire area would benefit from better water control and thereby reduce the amount of topsoil being lost downhill.

By certified mail, a copy of this application for administrative approval has been sent to the Dakota formation offset operators listed on the attached list.

Cross Timbers is requesting Administrative Approval for the unorthodox location based on the information stated above. If additional clarification or information is needed, please contract me at (817) 885-2661.

Very truly yours,



Tim Welch
Senior Landman
Cross Timbers Operating Company

Enclosures

cc: Gary Markestad
Jeff Patten

District I
PO Box -1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994

District II
PO Drawer 00, Artesia, NM 88211-0719

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

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

District III
1000 Rio Brazos Rd., Aztec, NM 87410

AMENDED REPORT

District IV
PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number		*Pool Code 71599	*Pool Name BASIN DAKOTA	
*Property Code	*Property Name FOGELSON GAS COM			*Well Number 1R
*OSRID No. 167067	*Operator Name CROSS TIMBERS OPERATING COMPANY			*Elevation 5933'

¹⁰ Surface Location

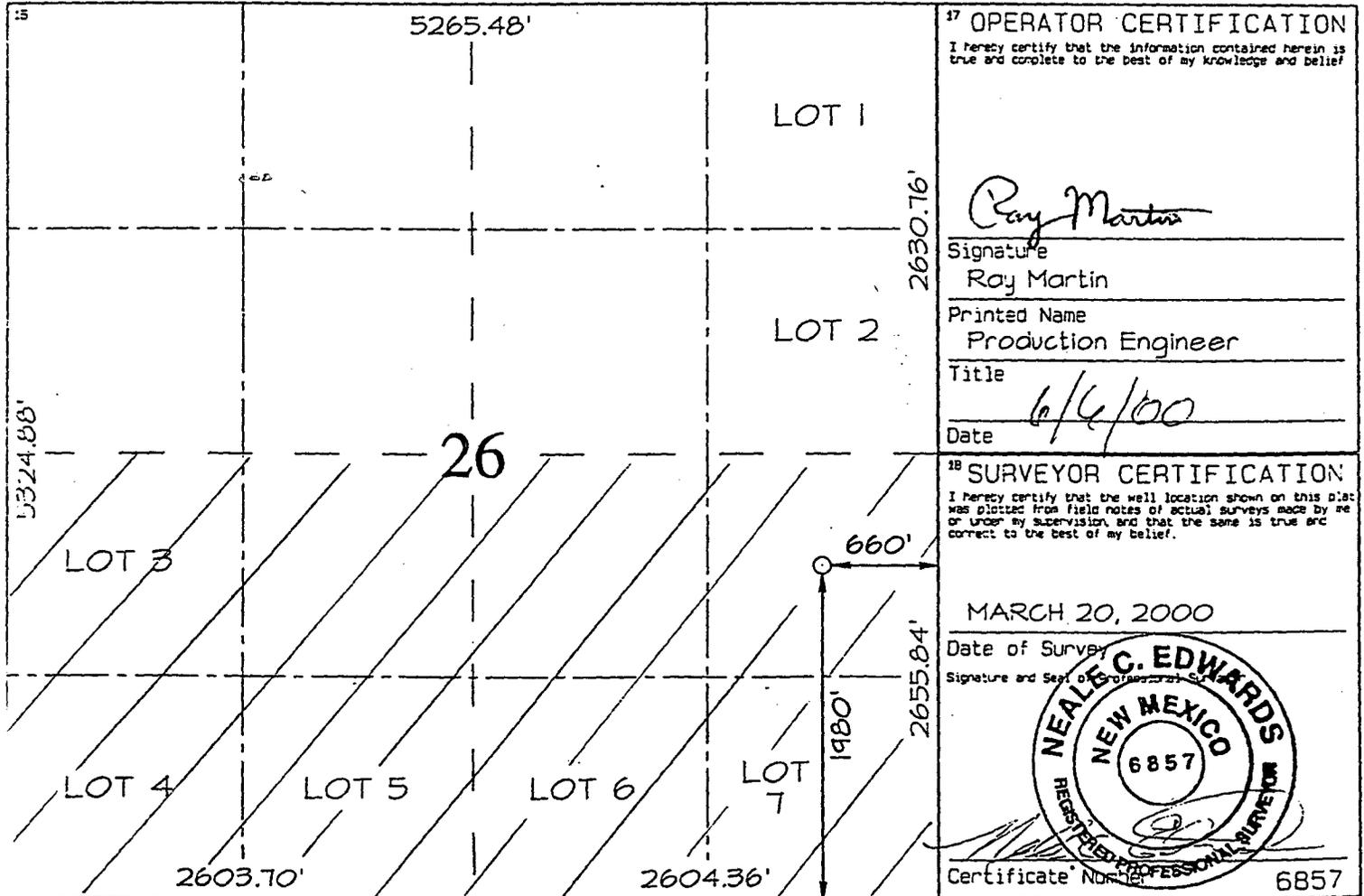
LL or lot no.	Section	Township	Range	Lot Ion	Feet from the	North/South line	Feet from the	East/West line	County
I	26	30N	11W		1980	SOUTH	660	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

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

¹² Dedicated Acres 3/2 320	¹³ Joint or Infill	¹⁴ Consolidation Code	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



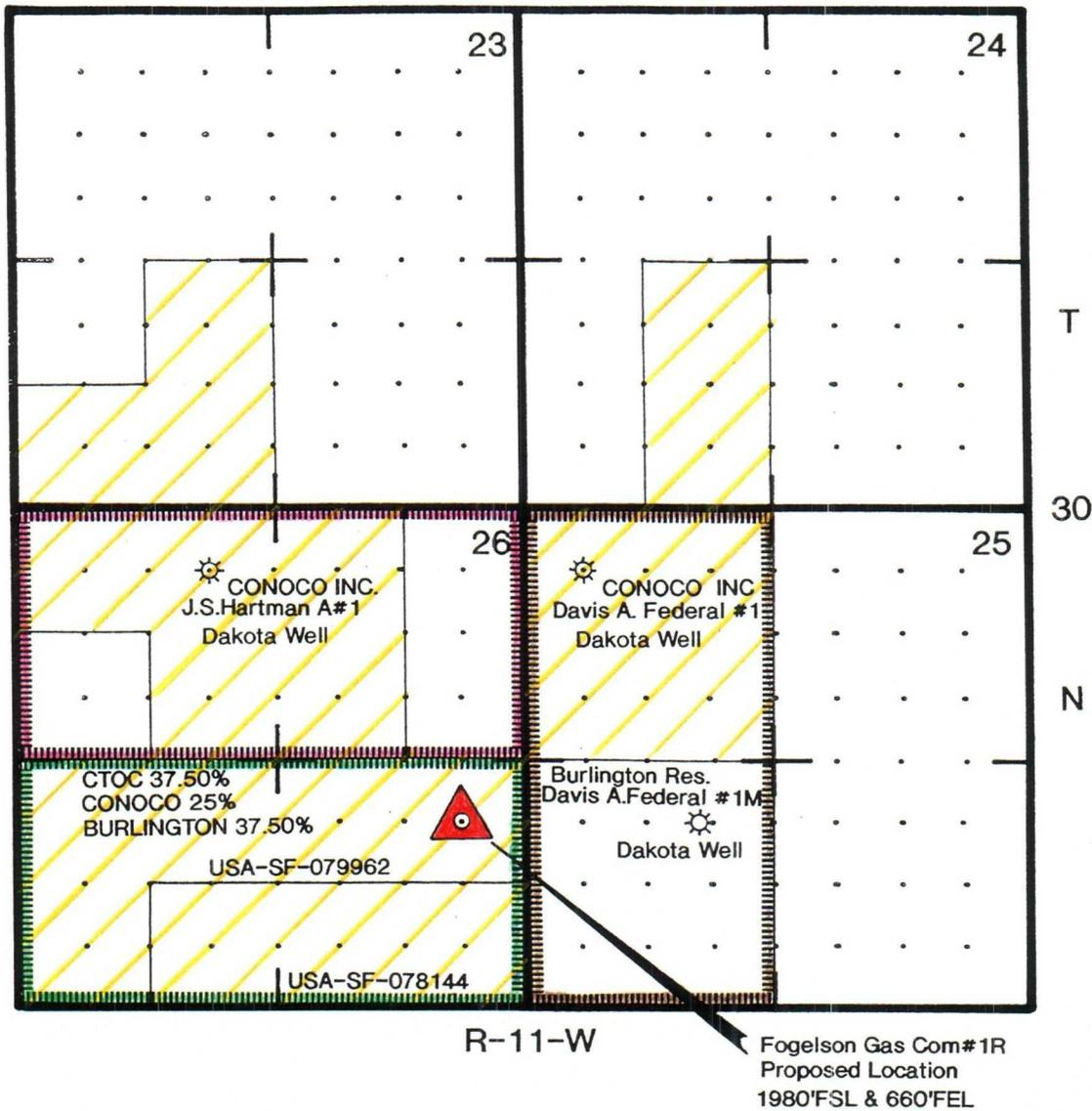


SECTION PLAT OF 4 SQUARE MILES

STATE: NEW MEXICO COUNTY: SAN JUAN
PROSPECT: Ownership in Dakota Formation DATE: 6/29/2000
SECTIONS: 25,26 BLOCK: _____ SURVEY: _____
ACRES: _____ TOWNSHIP: 30N RANGE: 11W

Fogelson Gas Com#1R Well

SCALE: 1"=2,000'



OFFSET OPERATORS NOTIFICATION LIST
FOGELSON GAS COM #1R WELL
June 28, 2000

Burlington Resources Oil & Gas Company
P.O. Box 4289
Farmington, New Mexico 87499-4289
Attn: Alan Alexander

Conoco Inc.
P.O. Box 2197
Houston, Texas 77252
Attn: Eva Rodriguez

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Burlington Resources Oil & Gas Co.
 P.O. Box 4289
 Farmington, New Mexico 87499-4289
 ATTN: Alan Alexander
 TW - 6/28/00-FogelsonGC #1R

2. Article Number (Copy from service label)

PS Form 3811, July 1999

Domestic Retu

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X

 Agent
 Addressee

 D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type

-
- Certified Mail
-
- Express Mail
-
-
- Registered
-
- Return Receipt for Merchandise
-
-
- Insured Mail
-
- C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

7000 0520 0023 4430 0448

102595-99-M-1789

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
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 P.O. Box 2197
 Houston, Texas 77252
 ATTN: Eva Rodriguez
 TW - 6/28/00-FogelsonGC #1R

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3. Service Type

-
- Certified Mail
-
- Express Mail
-
-
- Registered
-
- Return Receipt for Merchandise
-
-
- Insured Mail
-
- C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

7000 0520 0023 4430 1315

102595-99-M-1789



Cross Timbers Oil Company

June 28, 2000

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Farmington, New Mexico 87499-4289
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Dakota Formation**

Gentlemen:

Enclosed please find a copy of the above captioned application that has been sent to the NMOCD for administrative approval. Should you not agree with this request, please notify the NMOCD within 20 days of the date of this application. Should you have any questions concerning operations, please feel free to contact me at (817) 885-2661.

Very truly yours,

A handwritten signature in cursive script that reads "Tim Welch".

Tim Welch
Senior Landman

Enclosures



Cross Timbers Oil Company

June 28, 2000

Conoco Inc.
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Houston, Texas 77252
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Tim Welch
Senior Landman

Enclosures

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

07/05/00 09:15:32
OGOMES -TPXZ
PAGE NO: 1

Sec : 26 Twp : 30N Rng : 11W Section Type : NORMAL

D 40.00	C 40.00	B 40.00	1 39.78
Fee owned	Fee owned	Fee owned	Federal owned
A	A A		A
E 40.00	F 40.00	G 40.00	2 39.75
Fee owned	Fee owned	Fee owned	Federal owned
		A	A

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

07/05/00 09:18:00
OGOMES -TPXZ
PAGE NO: 2

Sec : 26 Twp : 30N Rng : 11W Section Type : NORMAL

3 39.85 Federal owned A	K 40.00 Federal owned	J 40.00 Federal owned	I 40.00 Federal owned A A
4 39.75 Federal owned	5 39.55 Federal owned A	6 39.57 Federal owned	7 39.72 Federal owned A

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

318.44

CMD :
OG6IWCM

ONGARD
INQUIRE WELL COMPLETIONS

07/05/00 09:18:58
OGOMES -TPXZ

API Well No : 30 45 9122 Eff Date : 01-01-1998 WC Status : A
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)
OGRID Idn : 167067 CROSS TIMBERS OPERATING COMPANY
Prop Idn : 22712 FOGLESON GAS COM

Well No : 001
GL Elevation: 5899

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	:	7	26	30N	11W	FTG 1050 F S FTG 1000 F E	P

Lot Identifier:

Dedicated Acre: 320.00

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC