

Rec. 12-2-04
Sus 1-3-05

Thursday 12-2-04
2:13 PM
Jim Penney w/ ConocoPhillips
Voice Mail
Fax Cover

832-486
2355

ConocoPhillips

Date
12/2/04

Page
1 of 5

From

Name Jim Penney	Phone Number
Sending Location (Building/Room/City)	Fax Number 2674 832-486- 3341

PMFSD
436361643

12-3-04
8:20am
talked w/
Jim about
the letter

To

Name Mike Stogner	Phone Number
Receiving Location (Building/Room/City) OCD	Fax Number (505)476-3462
Subject San Juan 32-7 Unit Non-Standard Spacing Units	

Notes/Instructions

Mike - I have replaced Jennifer Barber as ConocoPhillips landman for the Coalbed Methane Team. Since I'm new to this area, I was wondering if you would take a look at this letter before I send it out to the affected parties. I will contact you by telephone to discuss.

Thank you Jim Penney

Confidentiality Statement

This facsimile transmission contains information from ConocoPhillips and is confidential or privileged. The information is intended to be for the use of the individual or entity named above. If you are not the intended recipient, be aware that any disclosure, copying, distribution or use of the contents of this information is prohibited. If you have received this transmission in error, please notify us immediately by telephone at the number above. Thank you.



DRAFT

Jim Penney
Staff Landman
Coalbed Methane Team
600 N. Dairy Ashford - 3WL
Houston, Texas 77079-1175
Tel: (832) 486-2355
Fax: (832) 486-2674

November 12, 2004

Oil Conservation Division
State of New Mexico
2040 South Pacheco
Santa Fe, New Mexico 87505

Attn: Michael E. Stogner
Chief Hearing Examiner/Engineer

RE: Order Number R-1066
Request for Administrative Approval of several Non-Standard Spacing Units
in the Fruitland Coal Formation in the San Juan 32-7 Unit, San Juan County, New Mexico

Dear Mr. Stogner:

ConocoPhillips Company, as Operator of the San Juan 32-7 Unit in Townships 31 and 32 North, Ranges 6 and 7 West, NMPM, San Juan County, New Mexico hereby respectfully requests administrative approval under Rule 6 (As amended by Order No. R-8768-A) of certain Non-Standard Gas Proration Units for Basin-Fruitland Coal production.

These Non-Standard Units conform to previously approved Blanco-Mesaverde Gas Pool Non-Standard Units designated as Blocks K, L and M under Order Number R-1066 entered on October 9, 1957, as amended, and are described below and depicted on the attached Exhibit "A":

Block K (containing 319.42 acres, more or less)

Section 7: W/2SE/4, E/2SW/4, and Lots 2,3,4,5 and 6

Block L (containing 298.38 acres, more or less)

Section 7: E/2SE/4 and Lot 1
Section 8: SW/4 and Lots 3 and 4

Block M (containing 303.66 acres, more or less)

Section 8: N/2SE/4, SW/4SE/4 and Lots 1, 2 and 5
Section 9: NW/4SW/4 and Lots 4 and 14

All in Township 32 North, Range 7 West, San Juan County, New Mexico

In accordance with Rule 6, all affected persons are being furnished with three (3) copies of this request by certified mail and are hereby notified of ConocoPhillips Company's intent to form such non-standard units, and are hereby advised that any objections to this application must be submitted in writing within thirty (30) days.

If you should have any questions or need additional information, please do not hesitate to contact me at the above telephone number.

Respectfully,

Jim Penney

P.O. Box 1980, Hobbs, N.M. 88241-1980

Energy, Minerals & Natural Resources Department

Revised February 21, 1986
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
P.O. Drawer DD, Artesia, N.M. 88211-0719

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, NM 87504-2088

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-11501		*Pool Code 71599	*Pool Name Basin Dakota
*Property Code 009260	*Property Name SAN JUAN 32-7		*Well Number 36
*OGRM No. 017654	*Operator Name PHILLIPS PETROLEUM		*Elevation 6247

10 Surface Location

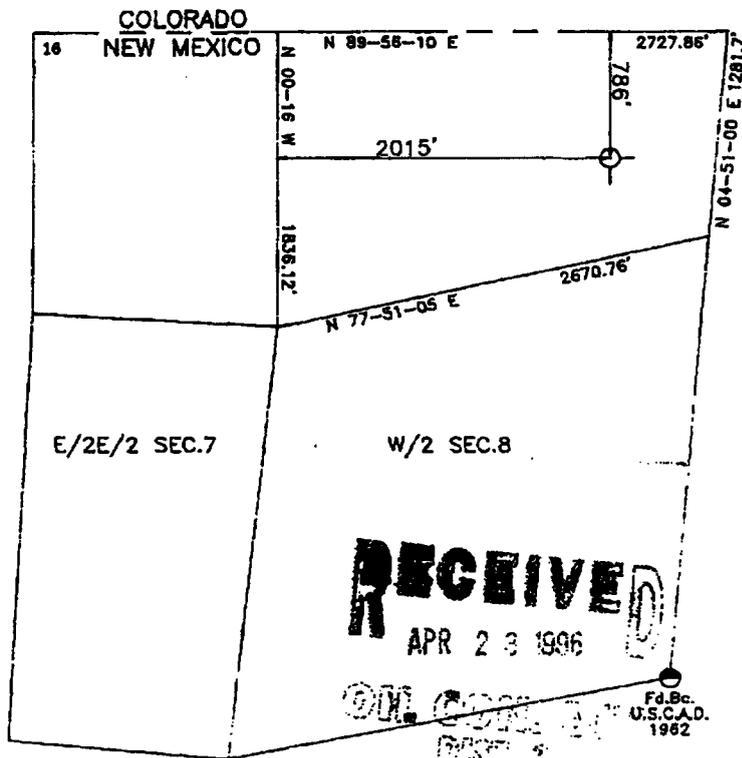
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	8	T-32-N	R-7-W		786	NORTH	2015	WEST	SAN JUAN

11 Bottom Hole Location If Different From Surface

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

12 Dedicated Acres 298.38	13 Joint or Infill Y	14 Consolidation Code U	15 Order No. R-1066
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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.

E. Hasely
Signature
Ed Hasely
Printed Name
Env Engineer
Title
4/3/96
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.

MARCH 27, 1986
Date of Survey
Signature and Seal of Registered Surveyor
[Signature]
Certificate Number

TRANSACTION REPORT

P.01

DEC-02-2004 THU 01:18 PM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
DEC-02	01:16 PM	8324862885	1'19"	5	RECEIVE	OK		