

## Stogner, Michael

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**From:** Penney, Jim E. [jim.e.penney@conocophillips.com]  
**Sent:** Friday, December 03, 2004 8:41 AM  
**To:** mstogner@state.nm.us  
**Cc:** Penney, Jim E.  
**Subject:** Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico



Non-Standard Units  
32-7 Unit.d...

Mr. Stogner - Here is an electronic copy of the letter I faxed you (note that I've changed the number of days to object from 30 to 20) along with my contact information. I will forward you a plat of the area and a letter once I've provided notification to the affected persons.

Thanks for your assistance in this matter.

Regards,

Jim Penney

<<Non-Standard Units 32-7 Unit.doc>>

Jim Penney  
ConocoPhillips  
Staff Landman  
Coalbed Methane Team  
(832) 486-2355  
(832) 486-2674 fax  
jim.e.penney@conocophillips.com

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

December 3, 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 twenty (20) 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

## Stogner, Michael

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**From:** Stogner, Michael  
**Sent:** Tuesday, December 28, 2004 2:30 PM  
**To:** 'Penney, Jim E.'  
**Subject:** RE: Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico

In reviewing your application for the three non-standard coal gas spacing units, you did not reference or identify any of the wells to be drilled or recompleted in which these units would eventually be dedicated. Also you did not provide me with a list of the person (s) notified of this application.

-----Original Message-----

**From:** Penney, Jim E. [mailto:jim.e.penney@conocophillips.com]  
**Sent:** Friday, December 03, 2004 8:41 AM  
**To:** mstogner@state.nm.us  
**Cc:** Penney, Jim E.  
**Subject:** Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico

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ConocoPhillips  
Staff Landman  
Coalbed Methane Team  
(832) 486-2355  
(832) 486-2674 fax  
jim.e.penney@conocophillips.com

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**Stogner, Michael**

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**From:** Penney, Jim E. [jim.e.penney@conocophillips.com]  
**Sent:** Tuesday, December 28, 2004 3:00 PM  
**To:** Stogner, Michael  
**Subject:** Out of Office AutoReply: Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico

I will be out of the office until Monday January 3rd. I will not be checking my email or voice mail during this time. If you need assistance while I'm away, you can contact Betty Dimiterchik at 832-486-2339.

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## Stogner, Michael

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**From:** Penney, Jim E. [jim.e.penney@conocophillips.com]  
**Sent:** Monday, January 03, 2005 7:17 AM  
**To:** Stogner, Michael  
**Subject:** RE: Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico

Thanks for your response. I apologize for not referencing the wells to be drilled in my application. ConocoPhillips will drill the 32-7 #247 in Block K, the 32-7 #248 in Block L and the 32-7 #249 in Block M.

Under a letter dated December 6, 2004, we notified Burlington Resources Oil & Gas of our application. I mailed you a copy of this letter along with a plat showing the area around the spacing units. However, when I returned from vacation this morning, the copy mailed to your attention had been returned due to an incorrect address (it was sent by my secretary to 2040 South Pacheco, Santa Fe, NM). This morning I am resending you the copy of the letter and the plat to your attention at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505.

Please let me know if I need to take any other action regarding this application.

Regards,

Jim Penney

-----Original Message-----

**From:** Stogner, Michael [mailto:MSTOGNER@state.nm.us]  
**Sent:** Tuesday, December 28, 2004 3:30 PM  
**To:** Penney, Jim E.  
**Subject:** RE: Request for Administrative Approval of Non-Standard Spacing Units - San Juan 32-7 Unit, San Juan County, New Mexico

In reviewing your application for the three non-standard coal gas spacing units, you did not reference or identify any of the wells to be drilled or recompleted in which these units would eventually be dedicated. Also you did not provide me with a list of the person(s) notified of this application.

-----Original Message-----

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RECEIVED

DEC 06 2004

OIL CONSERVATION  
DIVISION

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

December 6, 2004

Burlington Resources Oil & Gas  
San Juan Properties Only  
P.O. Box 4289  
Farmington, New Mexico 87499-4289  
Attention: Dawn Howell

CERTIFIED MAIL

**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**

Ladies and Gentlemen:

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 has requested administrative approval from the State of New Mexico Oil Conservation Division 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":

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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

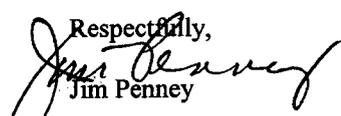
*San Juan 32-7 Unit  
0248*

**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 twenty (20) 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

Copy: Mr. Michael E. Stogner, Chief Hearing Examiner/Engineer, OCD, State of New Mexico

