



PSEMO-503449019

April 15, 2005

VIA FEDEX OVERNIGHT

RECEIVED

Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
1220 S St Francis Dr  
Santa Fe NM 87504

APR 18 2005

Oil Conservation Division  
1220 S. St. Francis Drive  
Santa Fe, NM 87505

Re: Application for Administrative Approval of Unorthodox Location  
XTO Energy Inc.'s Quine Gas Com #3  
2,205' FSL and 1,115' FEL (NE/4 SE/4)  
Section 26, T29N, R10W  
San Juan County, New Mexico  
Fruitland Coal Formation

Dear Mr. Stogner:

XTO Energy Inc. hereby requests administrative approval for an unorthodox location for the above referenced well. Attached for your reference are the following exhibits:

1. Well location plat (NMOCD Form C-102)
2. Site map for proposed Quine Gas Com #3 Well Pad
3. Location map
4. Aerial photo showing the proposed new well bore
5. Ownership map
6. Production map showing Fruitland Coal Gas

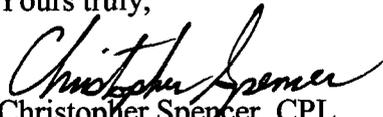
The above referenced well is proposed to be drilled as a Fruitland Coal well spaced as a 320 acre S/2 unit. The proposed well location is non-standard due to the surrounding land development. XTO plans to drill the Quine Gas Com #3 well on the existing Quine Gas Com #1 well pad. Drilling the above referenced well at the requested location will best preserve the surrounding surface while effectively and efficiently producing gas from the Fruitland Coal Formation.

All of the offset operators have been notified of this application by certified mail and copies of the letters and receipts are attached.

*Mr. Michael E. Stogner*  
*New Mexico Oil Conservation Division*  
*April 15, 2005*  
*Quine Gas Com #3*  
*Page Two*

XTO Energy Inc. requests your administrative approval for the unorthodox location based on the above information. Should you need any additional information, please contact me at (817) 885-2540.

Yours truly,

A handwritten signature in cursive script that reads "Christopher Spencer".

Christopher Spencer, CPL  
Landman

/cks

Enclosures

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
---------	----------	----------	-----------	------	---------

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**  
**[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]**  
**[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]**  
**[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]**  
**[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]**  
**[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]**

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]  
 [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD
- Check One Only for [B] or [C]  
 [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify \_\_\_\_\_
- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or  Does Not Apply  
 [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note:** Statement must be completed by an individual with managerial and/or supervisory capacity.

Christopher Spencer      Christopher Spencer      Landman      04/15/2005  
 Print or Type Name      Signature      Title      Date  
christopher.spencer@xtoenery.com  
 e-mail Address



March 17, 2005

VIA CERTIFIED U. S. MAIL

WORKING AND LEASHOLD INTEREST OWNERS  
(Addresses Attached)

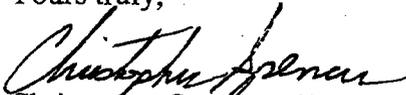
Re: Application for Administrative Approval of Unorthodox Location  
XTO Energy Inc.'s Quine Gas Com #3  
2,205' FSL and 1,115' FEL (NE/4 SE/4)  
Section 31, T30N, R12W  
San Juan County, New Mexico  
Fruitland Coal Formation

Ladies and Gentlemen:

Enclosed is a copy a letter dated February 1, 2005 that was mailed with the above captioned application to the New Mexico Oil Conservation Commission for administrative approval. The original letter incorrectly made reference to Section 26, T29N, R10W. The location of the proposed well is actually in Section 31, T30N, R12W. Should you not agree with the request, please notify the NMOCD within 20 days of the date of this letter.

I apologize for any inconvenience that the prior incorrect section reference may have caused. If you should have any questions concerning the application, please contact me at (817) 885-2540.

Yours truly,

  
Christopher Spencer, CPL  
Landman

/cks

Enclosures

QUINE GAS COM #3 ONWER NOTICE ADDRESSES

March 17, 2005

Hallwood Energy Partners LP  
c/o Pure Resources  
500 W Illinois Ave  
Midland TX 79701-4324

Crescent Investments, Inc.  
7706 Lairds  
Dallas TX 75248

Diamond Head Properties LP  
P O Box 2127  
Midland TX 79701

Karen Wines  
P O Box 4014  
Horseshoe Bay TX 78657

Waikiki Properties LP  
P O Box 2127  
Midland TX 79701

Herd Properties Ltd.  
P O Box 130  
Midland TX 79701

Christmann Mineral Company  
P O Box 66  
Pinedale WY 82941

Monom Markham McMullen  
1500 Broadway Suite 1212  
Lubbock TX 79701

Jack Markham and Roderick A. Markham  
c/o Manon Markham McMullen  
1500 Broadway Suite 1212  
Lubbock TX 79701

Texakoma Oil and Gas Corporation  
One Lincoln Centre  
500 LBJ Freeway Suite 600  
Dallas TX 75240

G & T Partners  
4218 McFarlin Blvd  
Dallas TX 75205

J K Edwards Associates, Inc.  
Edwards Energy Corporation  
1200 Seventeenth Street Suite 2100  
Denver CO 80202



7004 2510 0003 9066 4173

U.S. Postal Service  
**CERTIFIED MAIL™ RECEIPT**  
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**OFFICIAL USE**

Postage	\$	Postmark Here
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage **G & T Partners**

Sent To **4218 McFarlin Blvd**  
**Dallas TX 75205**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

645 259 0001 8857 5493

U.S. Postal Service  
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Restricted Delivery Fee (Endorsement Required)		

Total Postage & Fee **Crescent Investments, Inc.**

Sent To **7706 Lairds**  
**Dallas TX 75248**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

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Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage **J K Edwards Associates, Inc.**

Sent To **Edwards Energy Corporation**  
**1200 Seventeenth Street Suite 2100**  
**Denver CO 80202**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

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Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage **Christmann Mineral Company**

Sent To **P O Box 66**  
**Pinedale WY 82941**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

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Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage **Herd Properties Ltd.**

Sent To **P O Box 130**  
**Midland TX 79701**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

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U.S. Postal Service  
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For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

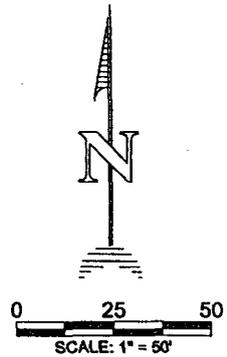
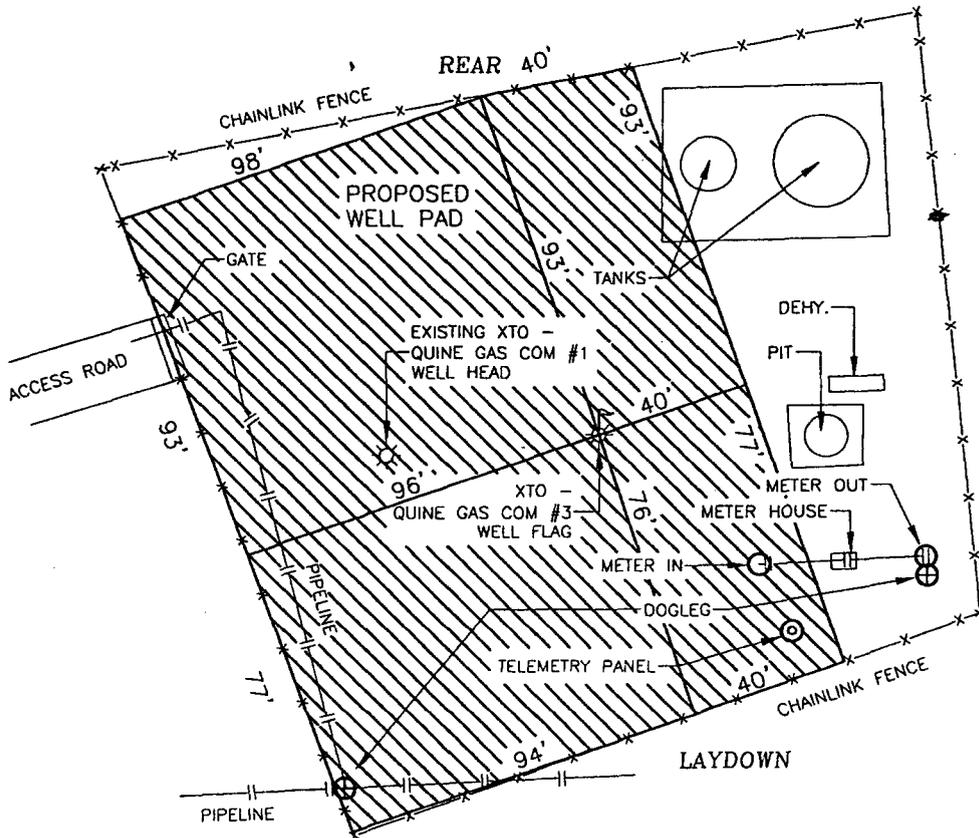
Postage	\$	Postmark Here
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		

Total Postage **Monom Markham McMullen**

Sent To **1500 Broadway Suite 1212**  
**Lubbock TX 79701**  
Street, Apt. No., or PO Box **cs:3/17/05:Quine Gas Com#3**  
City, State, ZIP+4

PS Form 3800, June 2002 See Reverse for Instructions

A SITE MAP FOR  
**XTO ENERGY INC.**  
**PROPOSED QUINE GAS COM #3 WELL PAD**  
 SE/4 SEC. 31, TOWNSHIP 30 NORTH, RANGE 12 WEST, N.M.P.M.  
 SAN JUAN COUNTY, NEW MEXICO



DAGGETT ENTERPRISES, INC. IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES. NEW MEXICO ONE CALL TO BE NOTIFIED 48 HOURS PRIOR TO EXCAVATION OR CONSTRUCTION.

REVISION	REV. BY	DATE
<b>Daggett Enterprises, Inc.</b> Surveying and Oil Field Services P. O. Box 15088 Farmington, NM 87401 Phone (505) 328-1772 Fax (505) 328-6019 <b>REGISTERED LAND SURVEYOR</b> <b>NEW MEXICO No.14827</b>		

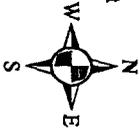
DAGGETT FORM/PROTO..L REV.9/07

XTO ENERGY INC.  
 QUINE GAS COM NO. 3  
 PROPOSED LOCATION  
 SE4 SECTION 31  
 T 30 N, R 12 W, NMPM  
 SAN JUAN COUNTY, NEW MEXICO

- Legend
- SHED
  - HOUSE
  - FENCE
  - SCHOOL

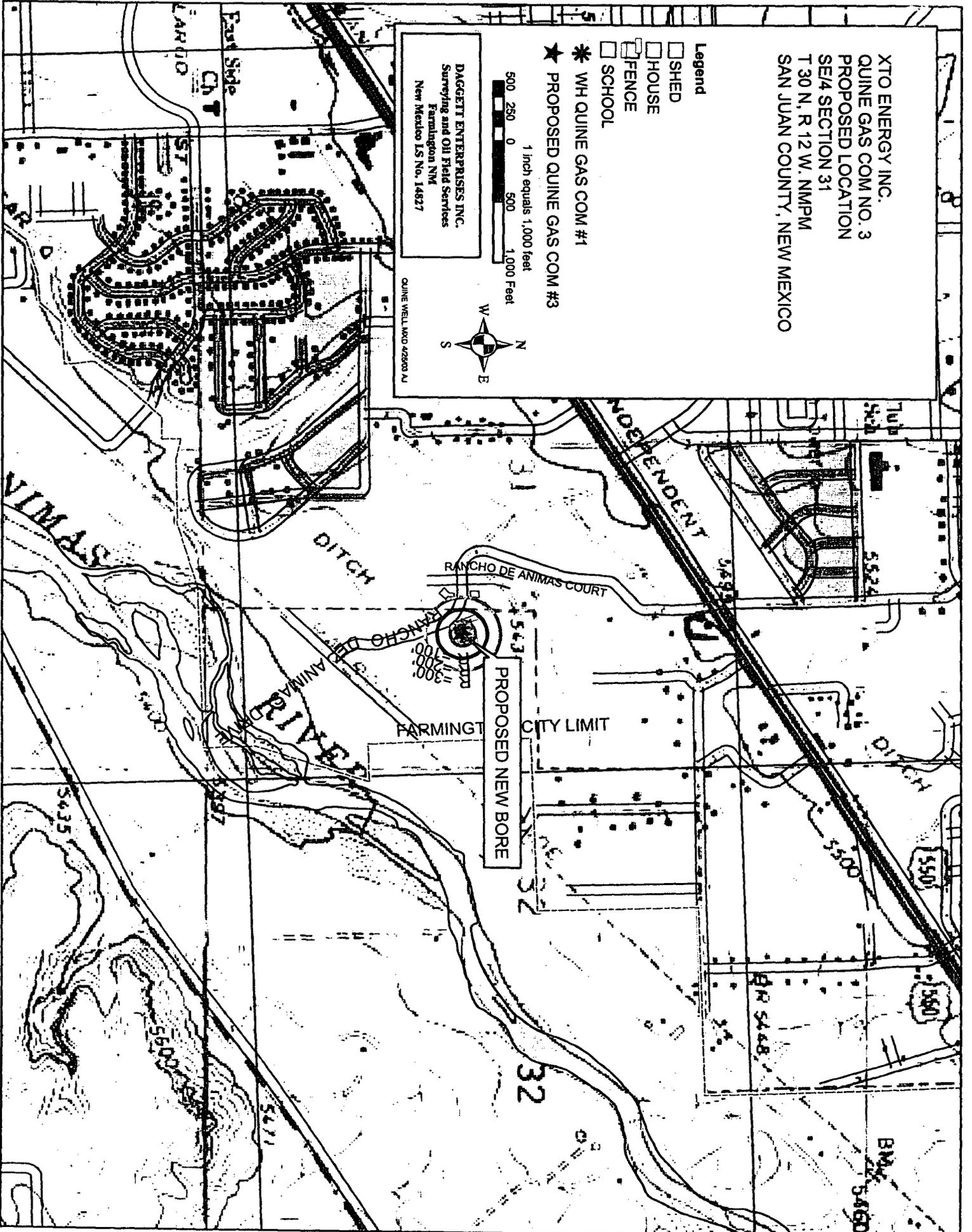
★ WH QUINE GAS COM #1  
 ★ PROPOSED QUINE GAS COM #3

1 inch equals 1,000 feet  
 500 250 0 500 1,000 Feet



DAGGETT ENTERPRISES INC.  
 Surveying and Oil Field Services  
 Farmington NM  
 New Mexico LS No. 14827

QUINE WELL MND 42903 AJ



XTO ENERGY INC.  
QUINE GAS COM NO. 3  
PROPOSED LOCATION  
SE/4 SECTION 31  
T 30 N, R 12 W, NMPM  
SAN JUAN COUNTY, NEW MEXICO

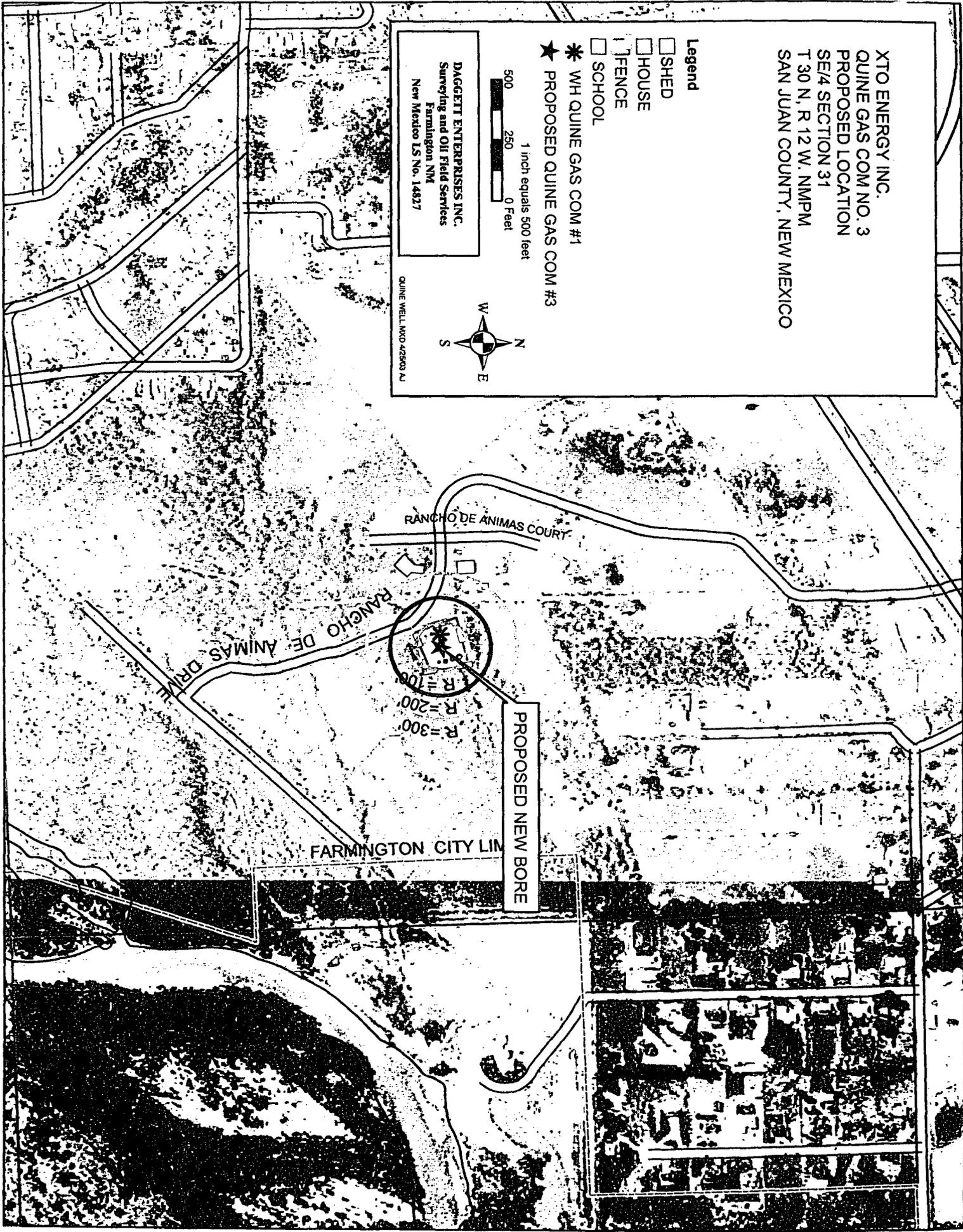
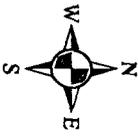
Legend

- SHED
- HOUSE
- ┌─┐ FENCE
- SCHOOL
- ★ WH QUINE GAS COM #1
- ★ PROPOSED QUINE GAS COM #3

1 inch equals 500 feet  
500 250 0 Feet

DAGGETT ENTERPRISES INC.  
Surveying and Oil Field Services  
Farmington NM  
New Mexico LS No. 14827

QUINE WELL AMD 42563 AJ





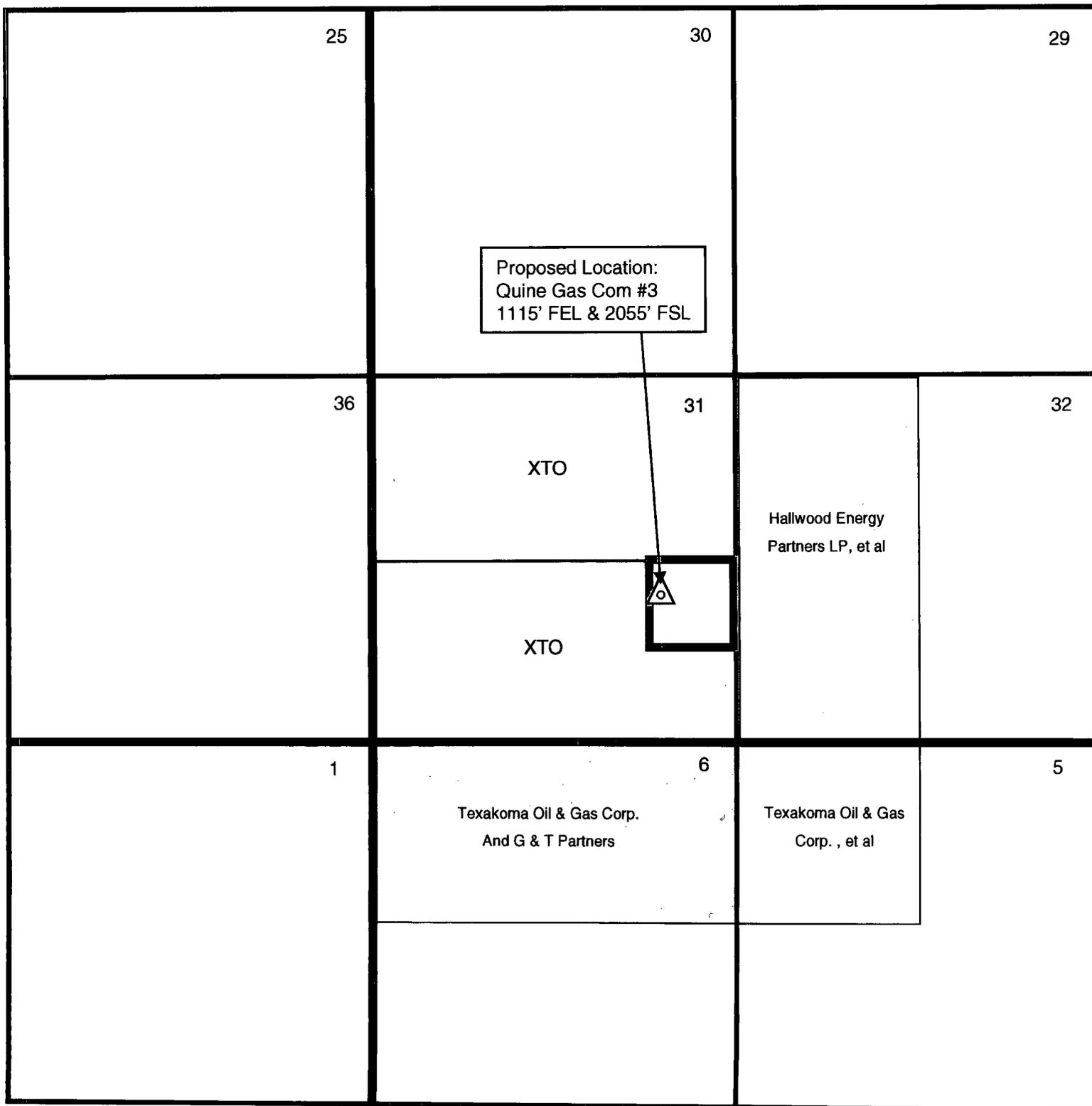
SECTION PLAT OF 9 SQUARE MILES

STATE: New Mexico COUNTY: San Juan

PROSPECT: NE/4 SE/4 Fruitland Coal Formation DATE: January 31, 2005

SECTION: 31 TOWNSHIP: 30 North RANGE: 12 West

SCALE: 1'=2000'



POCO  
ARRE 4  
0 267  
0 432  
027110408  
FRIDC

25

MERBON  
PANTHER 1  
0/0 110/189  
0/0 339/265  
03100409/08040409  
FRIDC/PCCF

MERBON  
PANTHER 2  
0/0 113/189  
02900409/08040409  
FRIDC/PCCF

TEXAKOMA  
FARMINGTON 1  
0 1 271  
0 1 525  
02600409  
FRIDC

30

XTO  
FEDERAL GAS COM 2  
0 1 478  
02600409  
FRIDC

XTO  
FED 2S  
O

POCO  
JAHANI 1  
0/0 450/624  
2 9008 0408 / 9502 0408  
FRIDC/PCCF

XTO  
BROWN 3S  
O

XTO  
BROWN 3  
0 1 102  
0 1 404  
0/0 450/624  
FRIDC

36

BURKINGTON  
FARMINGTON 100  
0 0  
0 38  
01950408  
FRIDC

1

31

XTO  
FEDERAL GAS COM 2  
0/0 1 5/1137  
0102 0004 / 0004 0408  
PCCF / FRIDC

XTO  
CLARE GAS COM 2  
0 872  
0 384  
99110409  
FRIDC

XTO  
CLARE 2S  
O

32

BURKINGTON  
SAMWINS 100  
0 187  
0 181  
01080408  
FRIDC

HEC  
SPOT 1A 8  
0 348  
93120409  
FRIDC

TEXAKOMA  
ROPCO FEE FC 61  
0 2814  
0 482  
93950409  
FRIDC

6

HEC  
SPOT 1A 2  
0 2299  
0 71  
93070409  
FRIDC

5

TEXAKOMA  
ROPCO FEDERAL FC 52  
0 2135  
0 307  
93070409  
FRIDC

TEXAKOMA  
FEDERAL FC 51  
0 2385  
0 377  
93950409  
FRIDC

XTO ENERGY INC.

SEC 31 T30N R12W

SAN JUAN BASIN  
CUM PROD @ 8/2004  
San Juan County, NM

Ratio Scale = 1 : 24,000



POSTED WELL DATA

Operator  
 PRODUM - CHANGE Well Label  
 PRODUM - CHANGE PRODUM - CHANGE  
 PRODUM - FROM DATE TO DATE  
 PRODUM - FIRMWARE

ATTRIBUTE MAP

- Shallow
- Farmingdon
- Fuilland Sand
- Fuilland Coal
- Pictured Cliffs
- Chadra
- Messerveide
- Gallup
- Dakota
- Morrison
- Deep

WELL SYMBOLS

- Gas Well
- Location

REMARKS

By: Jane Foster  
January 31, 2005