

P.O. Box 7606
Midland, Texas 79708

TRILOGY OPERATING, INC.

PMESD-601 357 606

432/686-2027
FAX 432/686-2040

submission date: 2/2/06

January 11, 2006

New Mexico Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, New Mexico 87504

Attn: Mr. Michael Stogner

Re: Non-standard Well Location
Nadine Federal #1 Well
2428' FSL & 2230' FWL Section 7,
T-19-S, R-39-E,
Lea County, New Mexico
Stateline Prospect

RECEIVED
JAN 13 2006

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

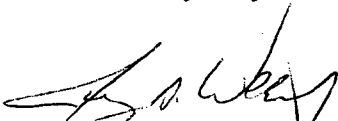
Gentlemen:

Trilogy Operating, Inc. hereby request an administrative approval of the subject location. Our original location of 2310' FS & WL was moved at the request of the BLM due to the presence of owl mounds at that location.

I have enclosed a survey plat of the new location and also a land plat outlining the federal lease upon which this well is located. Trilogy also owns the NW/4 of Section 7, T-19-S, R-39-E, under a separate federal lease. If the well is moved farther south, it would interfere with current irrigation by the surface owner. The subject location is only 118 feet closer to our lease in the NW/4 than a standard location. We have a drilling rig available to drill this well. Any change in this location will require additional archeological approval and delay in our drilling operations, as well as interfere with growing crops.

We now request that you administratively approve this location in order that we may drill this well. Should you have any questions, please contact our office.

Yours very truly,


Jerry A. Weant, CPL
President

Correspondence: Stateline: Natalie Fed #1 NMOCD 011106

DISTRICT I
1025 N. FRENCH DR., HOBBS, NM 88240

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

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

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised JUNE 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name NATALIE FEDERAL	Well Number 1
OGRID No.	Operator Name TRILOGY OPERATING, INC.	Elevation 3589'

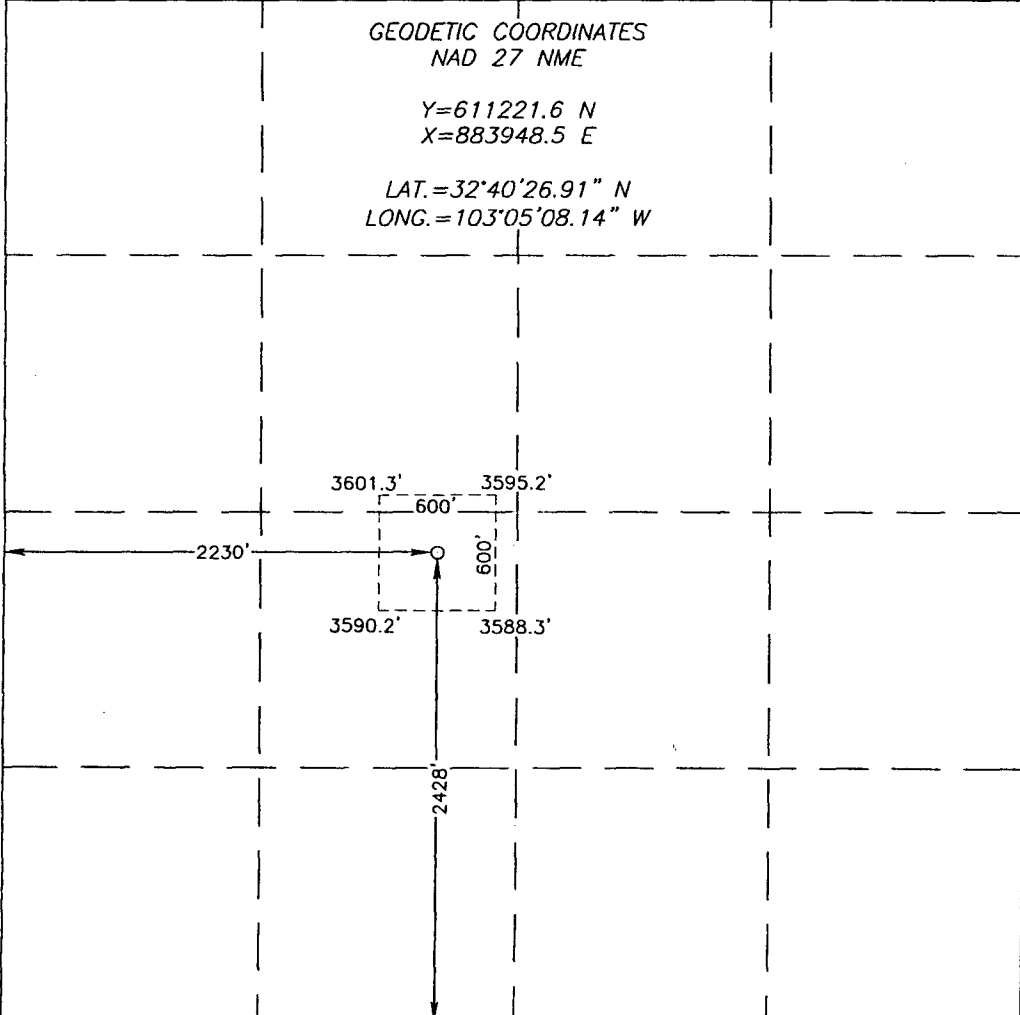
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	7	19-S	39-E		2428	SOUTH	2230	WEST	LEA

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
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

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

GEODETIC COORDINATES NAD 27 NME Y=611221.6 N X=883948.5 E LAT.=32°40'26.91" N LONG.=103°05'08.14" W 	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature _____ Printed Name _____ Title _____ Date _____ 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. DECEMBER 1, 2005 Date Surveyed _____ JR Signature & Seal of Professional Surveyor <i>Ronald J. Edson</i> 12/06/05 05.111829 Certificate No. RONALD J. EDSON 3239 GARY EDSON 12641
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\$280.00

Chevron
H.B.P.
B-2330

State
Xeric
31 2010 12041
v 7336 \$23231
Waste Mgmt
of New Mex

DRILLING PROGRAM
TRILOGY OPERATING, INC.
NATALIE FEDERAL NO. 1
2428' FSL & 2230' FWL
SEC. 7, T19S, R39E
LEA COUNTY, NM

EXHIBIT #3

5 C Hamblin
2-28-2010
Carson

ARCO
Taylor
TD 3407
DIA 6 24-92

J.S. Crump, M.I.
VMJ Inc, et al

New
Testa
Ment
Church

20 Ac

W.T.
Carr

O.N.

Hornaby

Sm.
Trs.

W.A.
Crawford

JOAC
W.H.
Scranton, et al

H Walker et al
Sm. Trs.

J. M.

Xeric
A-30-2006
(All SEC. EX. SENE)
S-1-2006
(1/2 EX. NWNW)

H Rohloff

Goyle
Taylor

Flumoult
Coin
TD 4154
DIA 1-25-60

Geronimo
Hldg. et al
9-1-2007
99058
9000

Stevens, et al
1-15-2006
3/2 EX. S1/4 (1/2 SWSW)

Xeric OEG
10-15-2006
1-21-2008
1/2 ETC. SWSW

Xeric
8-4-2006
5-5-2006
4-15-2006

S.L. Smith
6-10-2006
7-18-2006

Ske
SE COIN
TD 836
DIA 4-24-5

Cain Fam. Liv. Tr.

Geronimo Hldg. et al
9-1-2007
99057
10000

L. Wise
Wilson Fed (Leede)
TD 8528 (6-30-2005)
DIA 2-9-54 W/2

Sameden
Leede et al
TD 8555
DIA 3-27-60

U S M I
Merale
Cain
TD 4409
DIA 7-20-83

Wolfson
TD 4395

J.A. Banks, Tr.

Midwest
Carter
TD 6595
DIA 2-7-57

Leede Oper.
2-25-2006
4-14-2005 2-23-2007
9-3-2006 E/2
10-3-2006
Yates Pet. et al
10-10-2007

Sahara Op
TD 7960
Leede Oper.
10-3-2006
10-10-2007, 10-23-2007

Granville C.
Nash, et al, M.I.

Arnold Banks

Leede Oper.
3-19-2005
Pennzoil
2-1-82 14812

Leede Oper.
3-14-2007
3-18-2005
4-19-2005

Leede Oper.
3-12-2005

A.T. Moore, M.I.
Lowe Ld. Co.

Leede Oper.
4-30-2007 4-2-2007
Fay Dorsey, M.I.
J.A. Banks, Tr.

J.W. Krip
St. et al (S)

Leede Oper.
10-2-2006, 6-4-2006
10-1-2005

Read & Stevens
3-29-2008
Leede Oper.
12-4-2006 RT
5-30-2006

Read & Stevens
10-1-2007 5-22-2008 7-1-08

Yovene Johnson
Bonita Criswell
Bonnie Barnett

Trilogy
11-1-2014
\$255.00

U.S., M.I.
J.A. Seaman (S)

Xeric
8-23-2010
8-25-2007

J.H. Peacock
Frank Seaman et al

Trilogy
1-24-2006
Xeric
8-25-2009
8-25-2007

Heirs of
Sam Lowenthal
Frank Seaman et al

Read & Stevens
10-18-2007
1-28-2007
1-5-13-2006

Bess Adkins
Locu, et al, M.I.

(Xeric)
Trilogy
(Strada Ltd Serv.)
3-20-01

"Diamond"
Trilogy
2

Trilogy
2

Trilogy
A.G.
Bales Sapphire
et al
Annex Foster
Trilogy
Op.

Trilogy
Trilogy
(Pet Tech. Ser.)
Phillips
(1977-80)
Mars E
(wo) S 6

Trilogy

Federal Lease NM NM 99058

Federal Lease NM NM 99057

BLK. A-10

32041

T
3



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

MEMO

DATE:

1/13/06

TO:

Michael Stogner

FROM:

Donna Mull

☒

For Your Files

☐

Prepare a Reply for My Signature

☐

For Your Review and Return

☒

For Your Information

☐

For Your Handling

☐

For Your Approval

☐

As Per Your Request

☐

For Your Signature

☐

Please Advise

☒

For Your Attention

Add to NSL application

State of New Mexico

DISTRICT I

1200 N. FRONCE DR., SMOKE, NM 87560

Energy, Minerals and Natural Resources Department

Form C-102

Revised JUNE 10, 2003

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION

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Santa Fe, New Mexico 87505

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 24890	Pool Name Foster Hobbs-East San Andres
Property Code 35363	Property Name NATALIE FEDERAL	Well Number 1
OGRD No. 021602	Operator Name TRILOGY OPERATING, INC.	Elevation 3589'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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Dedicated Acres 320.40	Joint or Infill I	Consolidation Code	Order No.						

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