Mite Stogner

MALLON OIL COMPANY

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333 February 16, 1989

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410

RE: Application for Administrative Approval of Unorthodox Location for Mallon Oil Company Mallon #3-15 Davis Federal Well, 795' FSL & 2145' FEL, Sec. 3, T25N, R2W, NMPM, Rio Arriba County, New Mexico

Dear Mr. Chavez:

We hereby request approval of an unorthodox location for the above captioned well under the provisions of NMOCD Rule 104-F. Copies of the C-102, topographic map, a map showing offsetting lessees and production map are attached for your reference.

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Your attention to this matter is greatly appreciated.

Sincerely,

MALLON OIL COMPANY

FEB21/1989

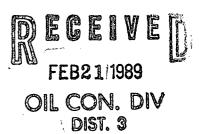
OIL CON. DIV

Landman

Landman

DIST. 3

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	<u>W</u>	AIVER			
for unorthodox 1	hereby waive location.	es objection	to the	above app	plication
Date		By:			



1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333 February 16, 1989



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Your attention to this matter is greatly appreciated.

KEM:sss
Enclosure(s)

WAIVER

Koch Exploration Company hereby waives objection to the above application for unorthodox location.

_____3-20-89 Date

R. WALTON, PRESIDENT

Mile Storger

MALLON OIL COMPANY

1099 18th Street, Suite 2750, Denver, Colorado 80202

(303) 293-2333 rebruary 16, 19895

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410



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Sincerely,

Landman

MAR2 01989

OIL CON. DIV DIST 3

WAIVER

Arriba Ltd. hereby waives objection to the above application for unorthodox location.

KEM:sss

Enclosure(s)

mike Stogner

MALLON OIL COMPANY

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

February 16, 1989

Blanco role
Mesavirole
Extinsion Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410

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Your attention to this matter is greatly appreciated.

Sincerely, Landman

MAR 08 1989 OIL CON. DIV DIST ?

KEM:sss Enclosure(s)

WAIVER

Amoco Production Co. hereby waives objection to the above applicationfor unorthodox location.

Mile Stagner



MALLON OIL COMPANY

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

February 16, 1989



alies Gelleland

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Your attention to this matter is greatly appreciated.

Sincerely,

Landman

KEM:sss
Enclosure(s)

WAIVER

Mary Alice Gilliland hereby waives objection to the above application

for unorthodox location.

Date

By:



1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

February 16, 1989

OIL CON. DIM. DIST. 3

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410

RE: Application for Administrative Approval of Unorthodox Location for Mallon Oil Company Mallon #3-15 Davis Federal Well, 795' FSL & 2145' FEL, SANTA FE

Sec. 3, T25N, R2W, NMPM, Rio Arriba County, New Mexico

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KEM:sss Enclosure(s)

WAIVER

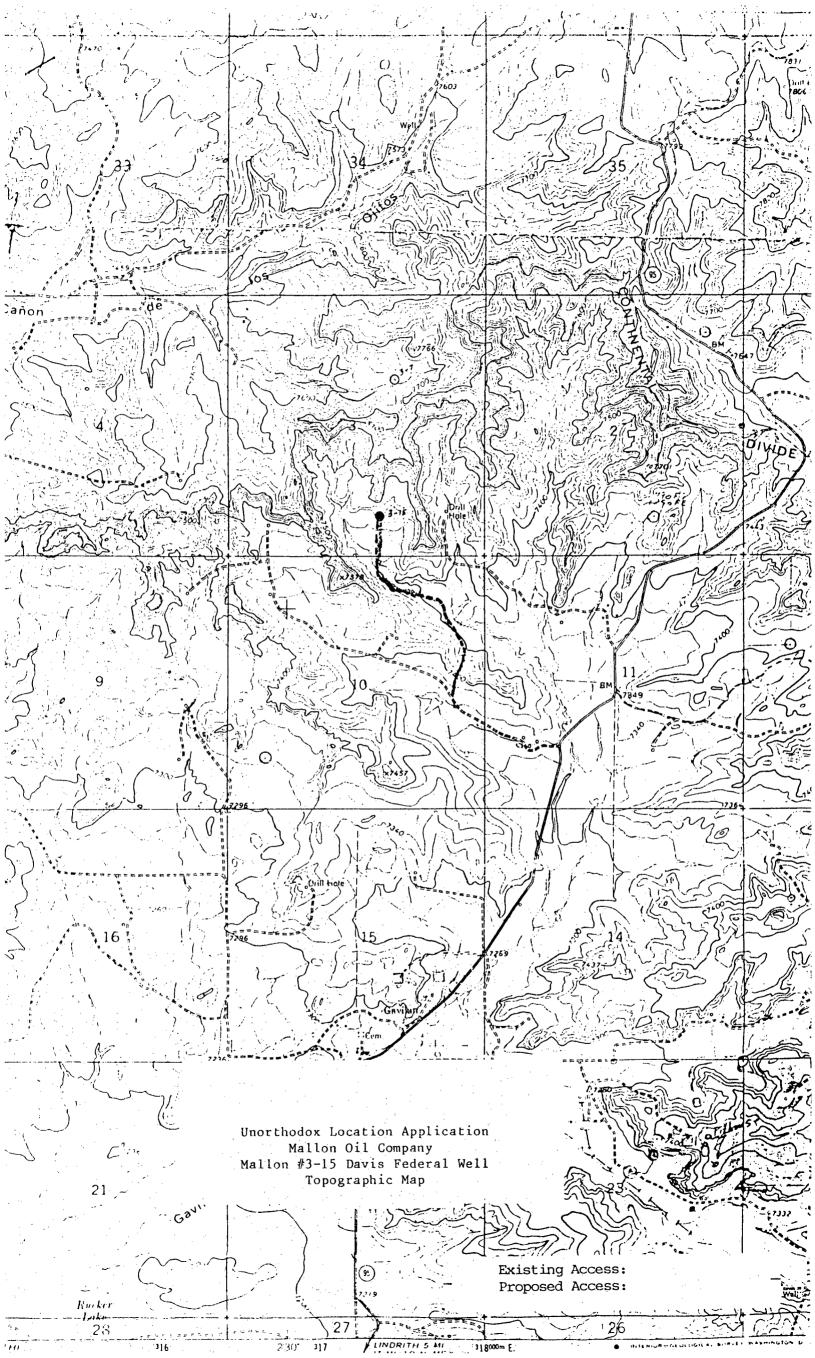
PC Ltd. hereby waives objection to the above application for unorthodox location.

February 23, 1989

Date

General Partner

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STATE OF HEW MEXICO CHERGY MID MINERALS GEPARTMENT

OLL CONSERVATION DIVISION 1. O. HOX 2018 SANTA FE, NEW MEXICO 87501

form C-107 Revised 10-1-18

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

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

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OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT | P.O. Box 1980, Hobbs, NM 88240

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

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1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

February 16, 1989

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410 REGEIVED
FEB2 3 1989
OIL CON. DIV.

DIST. 3

RE: Application for Administrative Approval of Unorthodox Location for Mallon Oil Company Mallon #3-15 Davis Federal Well, 795' FSL & 2145' FEL, Sec. 3, T25N, R2W, NMPM, Rio Arriba County, New Mexico

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Sincerely,

THUI ZUUC

Landman

KEM:sss
Enclosure(s)

WAIVER

Mesa Grande, Ltd. hereby waives objection to the above application for unorthodox location.

2/21/87 Date

By: L. Sweet, Attorney-In-Fact

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333 February 16, 1989

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MALLON OIL COMPANY

Rayen E. McClintock
Landman

Sincerely,

FEB2 3 1989

OIL CON. DIV

DIST 3

KEM:sss
Enclosure(s)

WAIVER

Norman Gilbreath hereby waives objection to the above application for

unorthodox location.

Date

Bý:



1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

February 16, 1989



Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410

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Sincerely,

MALLON OI

Landman

KEM:sss
Enclosure(s)

WAIVER

IBEX Partnership hereby waives objection to the above application for unorthodox location.

February 23, 1989

Date

By: Lester Clark - Partner

AS TO FORM

AS TO CONTENT

4DMINISTRATION



dugan production corp.



February 24, 1989



Karen E. McClintock Mallon Oil Company 1099 18th Street, Suite 2750 Denver, CO 80202

Re: Mallon's Application for Administrative Approval of Unorthodox Location - Davis Federal Well No. 3-15

Dear Ms. McClintock:

Attached per your instructions is a copy of your waiver for the subject application which I have executed on the part of Dugan Production's interest.

Please note that Dugan Production's interest in Tract 3 as identified on your map of offsetting lessees has changed by virtue of the fact that we have assigned our operating rights to Mesa Grande Resources, retaining an overriding royalty with an option to convert to a working interest ownership at some future date.

Sincerely,

folm O, Roe.

John D. Roe Petroleum Engineer

JDR/cg/mallon.nsl

enc.

√cc: New Mexico Oil Conservation Division - Aztec

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333 February 16, 1989

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Sincerely,

MALLON OLL COMPANY

March E. McClintock

Landman

KEM:sss
Enclosure(s)

WAIVER

Dugan Production Company hereby waives objection to the above application for unorthodox location.

2/24/89 Date John D Roe

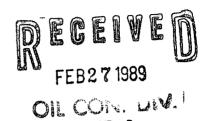
Bv:

Mesa Grande Resources, Inc.
Mesa Grande, Ltd.
Arriba Ltd.
Exxon Corporation
Duer Wagner, III
Mary Alice Gilliland
Duer Wagner, Jr.
Mountain States Natural Gas Corp.
Norman Gilbreath
Jerome P. McHugh & Associates

Return to OCD

MCHUGH

Jerome P. McHugh & Associates Operating Affilliate: Nassau Resources, Inc. 650 South Cherry, Suite 1225 Denver, Colorado 80222 (303) 321-2111 FAX (303) 321-1563



DIST. 3

February 24, 1989

Ms. Karen E. McClintock Mallon Oil Company 1099 - 18th Street Suite 2750 Denver, Colorado 80202

Re: Mallon #3-5 Davis Federal

Sec. 3-T25N-R2W

Rio Arriba County, New Mexico

Dear Ms. McClintock:

By copy of this letter, I am notifying the New Mexico Oil Conservation Division that we have no objection to your request for administrative approval of an unorthodox location for the captioned well.

Very Truly Yours,

Kent C. Craig

KCC/rc

enclosure

cc: New Mexico Oil Conservation Division

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333 February 16, 1989

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, NM 87410

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Sincerely,

MALEON OIL COMPANY

Karen E. McClintock

Tandman

KEM:sss
Enclosure(s)

WAIVER

Jerome P. McHugh & Assoc. hereby waives objection to the above application for unorthodox location.

By: Kent C. Craid

1099 18th Street, Suite 2750, Denver, Colorado 80202 (303) 293-2333

March 14, 1989

New Mexico Oil Conservation Division Box 2088 Santa Fe, NM 87504-2088

Attention: Mr. Michael Stogner

CERTIFIED NUMBER: P-518 885 027

Re: Non-standard location

Davis #3-15 Federal Well Rio Arriba County, New Mexico

OIL CONSERVATION DIVISION

SANTA FE

Dear Mr. Stogner:

Mallon Oil Corporation previously mailed a Non-standard location application for the above captioned well to the Aztec office. The application requested approval for a Non-standard location for 160 acres for the Mesaverde formation.

As the spacing for the Blanco Mesaverde has been changed to 320 acres, Mallon Oil Corporation respectfully requests approval to amend the previously mailed application to 320 acres.

I have enclosed an amended plat evidencing that the offset lessees that would need to be contacted due to the spacing change, have already been contacted and mailed waivers. I have enclosed copies of the certified cards evidencing receipt of the waivers to Amoco Production Company and Mesa Grande Resources.

Please amend Mallon Oil Company's application to conform to the new spacing, and approve said application at your earliest convenience.

Should you need anything further, please advise.

Sincerely,

MALLON OIL CORPORATION

L/andman

KEM/ars enclosure

cc:Ernie Bush

Unorthodox Location Application Mallon Oil Company #3-15 Davis Federal Well 795' FLS & 2145' FEL, Rio Arriba County, New Mexico

Map of Off-Setting Lessees							
15	14	14	15	16	16		
14	14	17	17	16	16		
		9	12	10	10		
2	2	8	12	10	10		
3	3	8	12	11	11		
3	3	9	12	11	11		
5	}	4	4	13	13		
6	6	0	7	13	13		
	-						

(1)	SP-081307 Pearling & Bates Oil & Gas Co. Carolyn Clark Cetnen Hooper Kintball Williams Warren Clark Testamentary Trust Warren Clark Trust IHEX Pertnership PC Itd.	33,3333% .87483% 33,33333% .42724% .81330% 15,60873% 15,60873%	(15)	Ree acreage Arroco Production Co. NM-58858 Arroco Production Co. NM-28709 Arroco Production Co.	100% 100% 100%
(2)	NM-58853 Amoco Production Company	100.00000%	(17)	NM-01397 Mesa Grande Resources	100%
(3)	NM-01397 Mesa Grande Resources Dugan Production Co.	75.00000% 25.00000%			
(4)	SP-079335 Mesa Grande, Itd. Anniba Itd. Exono Corporation	47.5000% 2.5000% 50.0000%			
(5)	NM-003756 Duer Wagner, III Mary Alice Gilliland Duer Wagner, Jr. Mountain States Natural Gas Corp.	1.75000% 25.00000% 23.25000% 50.00000%			
(6)	NM-003757 Norman Gilbreath	100.00000%			,
(7)	Fee acreage Mesa Grande Resources	100.00000%			
(8)	NM-04077A Mallon Oil Company, et al.	100.00000%			
(9)	NM-04077 Mallon Oil Company, et al.	100.00000%			
(10)	NM-40646 Mallon Oil Company, et al. Koch Exploration Company	70.00000% 30.00000%			
(11)	NM-40645 Mallon Oil Company, et al.	100.00000%			
(12)	NM-43748 Mallon Oil Company, et al.	100.00000%			
(13)	Ree acreage Mallon Oil Company, et al. Jerome P. Mc Hugh & Associates	50.00000% 50.00000%			

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.					
Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the hame of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.					
1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery.					
3. Article Addressed to: Mesa Grande Resources doc	4. Article Number PSIRTHGT2				
	Type of Service:				
1200 Rhiltown Building Julsa OK 74103	Registered Insured COD COD				
	Always obtain signature of addressee or agent and DATE DELIVERED.				
5. Signature — Addressee X,	8. Addressee's Address (ONLY if requested and fee paid)				
6. Signature – Agent X YJARINOURO					
7. Date of Delivery					
S Form 3811, Feb. 1986	DOMESTIC RETURN RECEIP				
SENDER: Complete items 1 and 2 when additional service. Put your address in the "RETURN TO" space on the reverse card from being returned to you. The return receipt fee will delivered to and the date of delivery. For additional fees the postmaster for fees and check box(es) for additional services. 1. Show to whom delivered, date, and addressee's address. Article Addressed to: Chooco Production Co.	side. Fallure to do this will prevent this provide you the name of the person, following services are available. Consult s) requested.				
Denver, Co 30339	Type of Service: Registered Certified Express Mail				
Namuer, Co 30339	Registered Insured COD Express Mail Always obtain signature of addressee or agent and DATE DELIVERED.				
5. Signature - Addressee X	Registered Insured COD Express Mail				
5. Signature - Addresses X 6. Signature - Agent X	Registered Insured COD Express Mail Always obtain signature of addressee or agent and DATE DELIVERED. 8. Addressee's Address (ONLY if				
5. Signature – Addressee XX 6. Signature – Agent	Registered Insured CoD Express Mail Always obtain signature of addressee or agent and DATE DELIVERED. 8. Addressee's Address (ONLY if				

Unorthodox Location Application Mallon Oil Company #3—15 Davis Federal Well 795' FSL & 2145' FFL, Rio Anriba County, New Mexico

Map of Off-Setting Lessees

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2	2	8	12	10	10		
3	3	8	12	11	11		
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5	1	4	4	13	13		
6	6	4 0	7	13	13	1	

(1) .	SP-081307 Reading & Pates Oil & Gas Co. Carolyn Clark Naturan Hoper Kimball Williams Warren Clark Testamentary Thust Warren Clark Trust IPPX Partnership PC Ltd.	33.3333% .87483% 33.33333% .47724% .81330% 15.60873% 15.60873%
(2)	NM-58853 Arroan Profluct.ion Campany	100.00000%
(3)	NM-01397 Mesa Grande Resources Dusan Production Co.	75.00000% 25.00000%
(4)	SF-079335 Mesa Grande, Ltd. Anniha Ltd. Exxon Communation	47.50000% 2.50000% 50.00000%
(5)	NM-003756 Duer Wagner, III Mary Alice Gilliland Duer Wagner, Jr. Mountain States Natural Gas Corp.	1.75000% 25.00000% 23.25000% 50.00000%
(6)	NM-003757 Norman Gilbreath	100.00000%
(7)	Pee acreage Mesa Grande Resources	100.00000%
(8)	NM-04077A Mallon Oil Company, et al.	100.0000%
(9)	NM-04077 Mallon Oil Company, et al.	100.0000%
(10)	NM-40646 Mallon Oil Company, et al. Koch Exploration Company	70.00000% 30.00000%
(11)	NM-40645 Mallon Oil Company, et al.	100.00000%
(12)	NM-43748 Mallon Oil Commany, et al.	100.00000%
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STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

OIL CONSERVATION DIVISION BOX 2088 SANTA FE, NEW MEXICO 87501		
DATE \$ 2-28-89	·	
RE: Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX	MAR - 1 1983 OIL CONSERVATION DIV SANTA FE	ZISION
Gentlemen:		
I have examined the application	dated 2-21-89	
for the Mallon Oil Co. Operator		0-3-25-0-2W Unit, S-T-R
and my recommendations are as for	ollows:	
	and the second of the second o	and the second control of the second control
Yours truly,		
La Burel		