

A. R. KENDRICK

BOX 516 • AZTEC, NEW MEXICO 87410 • (505) 334-2555

June 25, 1990

Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Application for Non-Standard Location
Falcon Seaboard Gas Company
29-4 Carson 19 #1
2120' FNL 950' FEL Sec 19-T29N-R4W
Basin Fruitland Coal Gas Pool
Rio Arriba County, New Mexico

Gentlemen:

We, on behalf of Falcon Seaboard Gas Company, hereby make application for approval of the location of the subject well to be located 2120' FNL 950' FWL of Section 19, Township 29 North, Range 4 West, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

The reason for the non-standard location is due to topography and archaeological findings. We attempted a location at 1610' FNL 940' FEL from which we were forced to move due to archaeological sites. The only Falcon Seaboard acreage in the section is the north half; and, this is the only alternative location in the north half of section 19.

The attached exhibits show the situation at the location and surrounding area.

All offset operators and lease owners are being notified by certified mail at this mailing. The Return Receipt Cards will be provided when they are returned.

It is my belief that the information contained in this application is true and correct according to the information available to me.

If further information is needed, please contact me.

Yours very truly,



A. R. Kendrick

Enclosures

Application for Non-Standard Location

Falcon Seaboard Gas Company
29-4 Carson 19 #1
2120' FNL 950' FEL Sec 19-T29N-R4W
Basin Fruitland Coal Gas Pool
Rio Arriba County, New Mexico

The following exhibits are enclosed :

EXHIBIT A Form C-102, Well Location and Acreage Dedication Plat: shows the location of the well with respect to the section lines, the dedicated acreage, and the proration unit.

EXHIBIT B Enlarged copy of Topographic Map: shows the location to be near the bottom of La Jara Canyon. An attempt was made to place the location adjacent to the Robert L. Bayless Conoco 29-4 #6 well located 1480'FNL 900' FEL, but archaeological sites prohibited the use of that area.

The terrain in the northeast quarter of the section is too severe for a standard well location except in the area selected. A pipeline parallel to the southern edge of the highway right-of-way caused the location to be farther to the south than desired.

EXHIBIT C Ownership and Offset Well Location Plat: shows the locations of the 29-4 Carson 19 #1 and the 29-4 Carson 20 #1. The distance between proposed wells in Sections 19 and 20, 1930 feet, is well within the tolerances of standard well spacings as set out in the pool rules by Order R-8768.

The ownership and offset wells are also shown on this exhibit.

This information is believed to be current and accurate.

EXHIBIT D Location Windows Plat with wells spotted: shows the "windows" for standard locations as provided by Order R-8768 with the proposed 29-4 Carson 19 #1 well spotted in its approximate position.

EXHIBIT E Copy of Application for Permit to Drill: shows the Application for Permit to Drill.

EXHIBIT F Names and Addresses of Offset Owners and Interested Parties.

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

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION

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

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

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

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

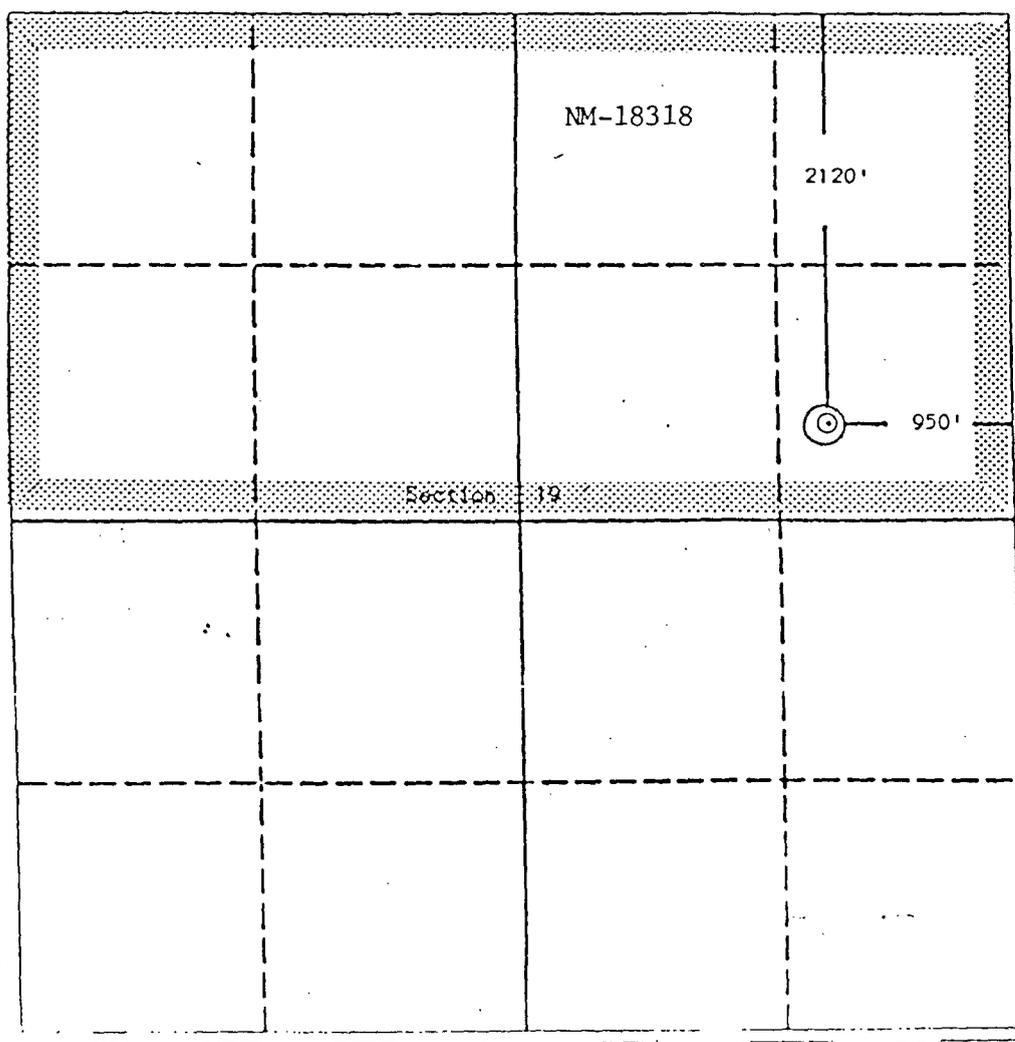
Operator Falcon Seaboard Gas Company			Lease 29-4 Carson 19		Well No. 1
Unit Letter H	Section 19	Township 29 North	Range 4 West	County NMJM Rio Arriba	
Actual Well Location of Well: 2120 feet from the North line and 950 feet from the East line					
Ground level Elev. 6608	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal Gas		Dedicated Acreage: 319.48 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?

Yes No If answer is "yes" type of consolidation _____

If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, force-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

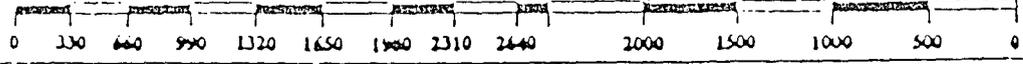
Signature: *A. R. Kendrick*
 Printed Name: A. R. Kendrick
 Position: Agent
 Company: Falcon Seaboard Gas Co.
 Date: June 25, 1990

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 knowledge and belief.

Date Surveyed: May 22, 1990

Signature & Seal of Professional Surveyor:
Edgar L. Risenhoover
 Edgar L. Risenhoover
 5979



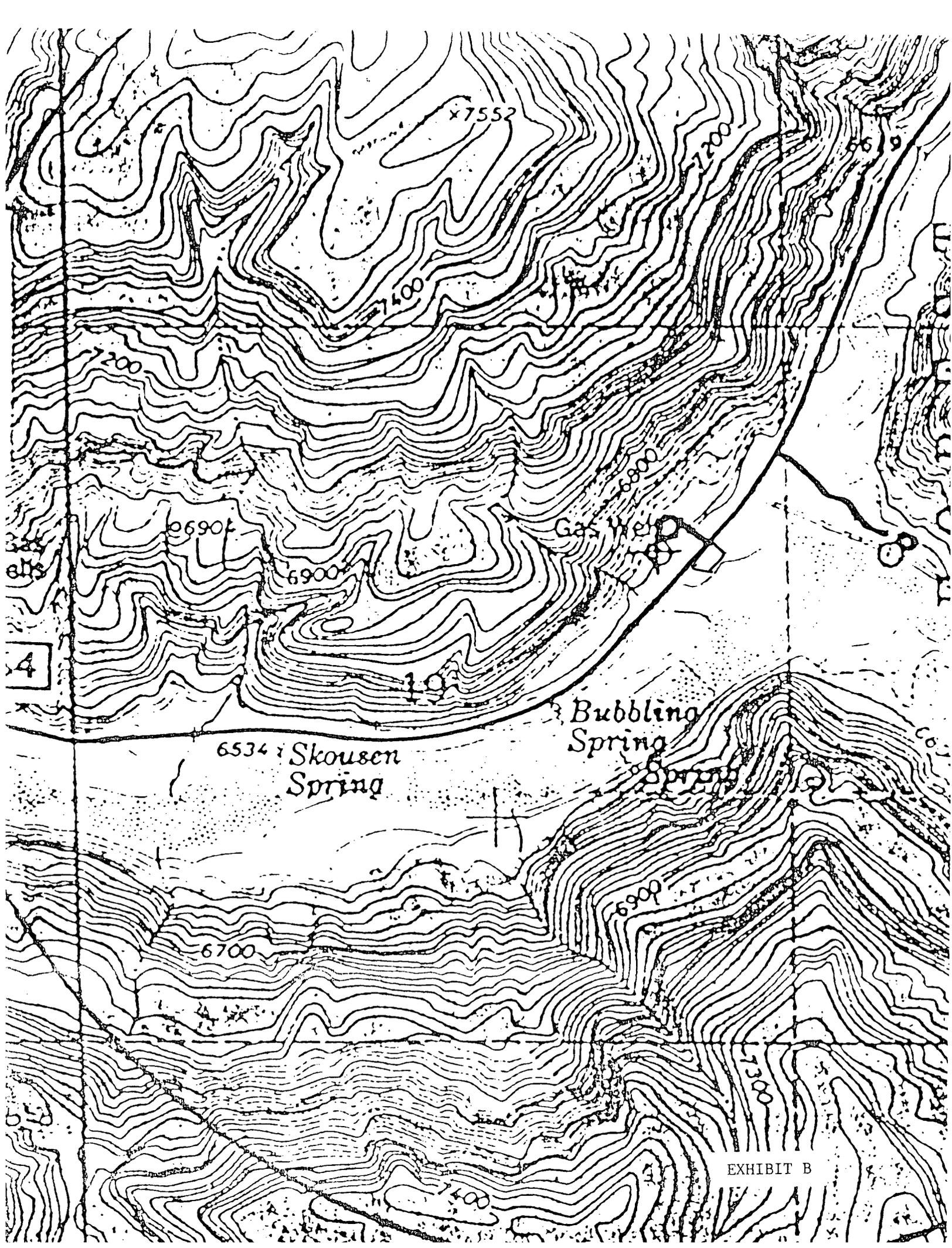
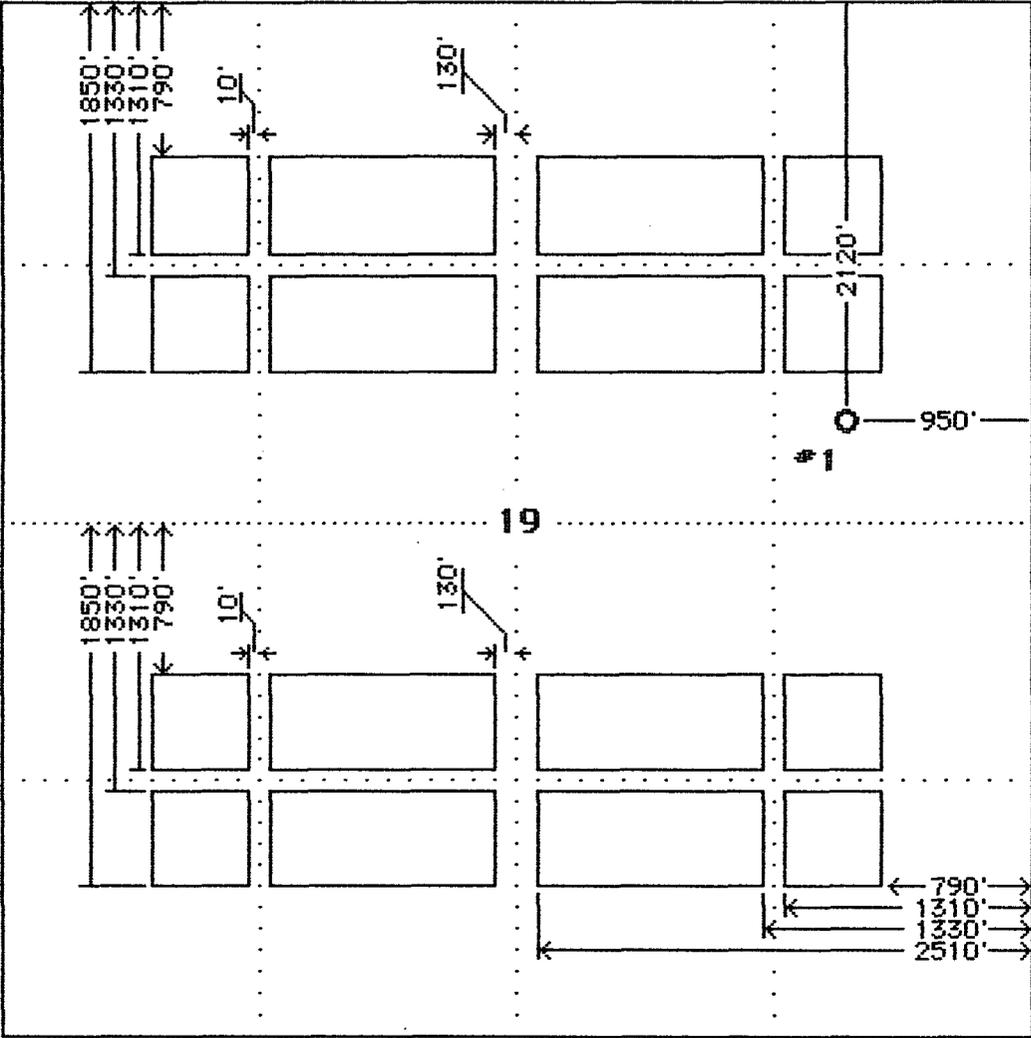


EXHIBIT B

NON-STANDARD LOCATION FOR 29-4 CARSON 19 #1
2120' FNL 950' FEL Section 19 - T 29 N - R 4 W
Basin Fruitland Coal Gas Pool



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work <p style="text-align: center;">Drill</p>		5. Lease Number <p style="text-align: center;">NM-18318</p>	
1b Type of Well <p style="text-align: center;">Gas</p>		6. If Indian, Name of Allottee or Tribe	
2. Operator <p style="text-align: center;">FALCON SEABOARD GAS COMPANY</p>		7. Unit Agreement Name	
3. Address & Phone No. of Operator <p style="text-align: center;">c/o A. R. Kendrick Box 516, Aztec, NM 87410 (505) 334-2555</p>		8. Farm or Lease Name <p style="text-align: center;">29-4 Carson 19</p>	
		9. Well Number <p style="text-align: center;">1</p>	
4. Location of Well <p style="text-align: center;">(Unit H) 1610' FNL 940' FEL</p>		10. Field, Pool, or Wildcat <p style="text-align: center;">Basin-Fruitland Coal Gas Pool</p>	
		11. Section, Township, & Range, Meridian, or Block <p style="text-align: center;">19-29N-4W</p>	
14. Distance in Miles from Nearest Town <p style="text-align: center;">15 Miles southwest of Dulce, NM</p>		12. County <p style="text-align: center;">Rio Arriba</p>	13. State <p style="text-align: center;">New Mexico</p>
15. Distance from Proposed Location To Nearest Property Line or Lease Line. <p style="text-align: right;">940'</p>		16. Acres in Lease <p style="text-align: center;">319.48 Acres</p>	17. Acres Assigned to Well <p style="text-align: center;">N-319.48 Acres</p>
18. Distance From Proposed Location To Nearest Well Dr., Compl., Or Applied For On Lease. <p style="text-align: right;">233'</p>		19. Proposed Depth <p style="text-align: center;">3700'</p>	20. Rotary or Cable Tools <p style="text-align: center;">Rotary</p>
21. Elevations (DR, RT, GR, Etc.) <p style="text-align: center;">6635' GR</p>		22. Approximate Date Work Will Start. <p style="text-align: center;">As soon as Possible.</p>	

23. Proposed Casing and Cementing Program

Exhibits attached as follows:

- | | |
|--------------------------------------|-----------------------------------|
| "A" Location and Elevation Plat | "F" Drill Rig Layout |
| "B" Ten-Point Compliance Program | "G" Completion Rig Layout |
| "C" Blowout Preventer Schematic | "H" Location Profile |
| "D" Multi-Point Requirements for APD | "I" Production Facility Schematic |
| "E" Vicinity Map - Access Roads | |

24. Signed *A.R. Kendrick* Title _____ Agent _____ Date *4-5-90*

Permit No. _____ Approval Date _____

Approved By _____ Title _____ Date _____

NAMES AND ADDRESSES OF OFFSET OWNERS AND INTERESTED PARTIES

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Falcon Seaboard Gas Company
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2120' FNL 950' FEL Sec. 19-T29N-R4W
Basin Fruitland Coal Gas Pool
Rio Arriba County, New Mexico

Amoco Production Company •
P. O. Box 800
Denver, Colorado 80201

Robert L. Bayless •
P.O. Box 168
Farmington, New Mexico 87499-0168

El Paso Production Company •
Box 4289
Farmington, New Mexico 87499-4289

Northwest Pipeline Corporation •
Box 8900
Salt Lake City, Utah 84108

Schalk Development Company •
Box 25825
Albuquerque, New Mexico 87125

U. S. Forest Service •
Jicarilla Ranger District
Gobernador Route
Blanco, New Mexico 87412

Bureau of Land Management
1235 La Plata Highway
Farmington, New Mexico 87401

Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

• Notified by certified mail Return Receipt.

EXHIBIT F